

UNDERGRADUATE INTERMEDIATE EXAMINATION,2020
KISHORE BHARATI BHAGINI NIVEDITA COLLEGE (CO-ED) (542)

B.COM SEMESTER-I (HONOURS/GENERAL/MAJOR)
EXAMINATION,2020

FINANCIAL ACCOUNTING-I

(CC1.1CHG, CC1.1CG)

FULL MARKS-80

TIME-2 HOURS

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SEND THE PHOTO OF YOUR ANSWER SCRIPT TO THE ABOVE EMAIL-ID.

GROUP-A

Answer any ten questions:

10×4=40

- 1.What is meant by double entry book-keeping system?
2. What do you mean by Accounting theory?
3. Write a short note on GAAP.
4. What do you mean by cash basis of accounting?
5. What is accounting cycle?
- 6.State the limitations of “Historical Cost Accounting”.
7. What do you mean by expense?
8. Write the Accounting equation with an example?
- 9.State the need for having a global financial reporting standard.
- 10.What do you mean by maintenance of Financial Capital?
- 11.What is IFRS?
- 12.What is Financial Accounting Standard?
- 13.What is a Debit note?
- 14.What do you mean by error of commission?
- 15.Define the term ‘Revenue’.

GROUP-B**20×2=40**

16. On April 1, 2019, K of Kolkata sent 200 packets of rice to D of Delhi to be sold on consignment basis. The cost price of each packet was ₹1000. K incurred ₹1200 for freight and ₹800 for insurance premium. On March 31, 2020 K received an Account sales from D which showed that he sold 180 packets worth ₹1400 each out of which ₹5000 was bad debt. D paid ₹6000 as clearing charges, ₹1,000 for carriage to godown and ₹2000 for godown rent. D is entitled to get ordinary commission @10% and Del credere commission @5% on sale proceeds. Show Consignment Account and D Account in the books of K.

OR

How is depreciation calculated under the following:

- Straight line method
- Reducing balance method
- Depletion method
- Sum-of-the-years' Digit method.

17. Following is the Trial Balance of Mr. R Roy as on March 31, 2020. You are required to prepare Trading and Profit and loss Account for the year ended March 31, 2020 and a Balance Sheet as on that date (Figure in ₹)

Particulars	Dr.	Cr.
Capital	----	240000
Plant & machinery	120000	----
Furniture	40000	----
Stock on 1.4.19	30000	----
Debtors & creditors	80000	50000
Drawings	20000	----
Purchase & sales	240000	360000
Bank overdraft	----	40000
Wages	30000	----
Trade expenses	20000	----

Rent	24000	----
Salaries	34000	----
Bad debt	2000	----
Purchase & sales return	10000	6000
Cash	14000	----
Bank	36000	----
Provision for bad debt		4000
	7,00,000	70,0,000

Additional Information:

- a) Stock on 31.12.20: Cost price ₹ 36000. Market price ₹40,000.
- b) A credit sale of ₹10000 has not been recorded.
- c) Wages paid for installation of machinery included in wages account ₹5000.
- d) Provide depreciation on machinery @ 10% p.a.
- e) Provision for Bad debt to be maintained @ 5% on Debtors.

OR

What do you mean by sectional balancing system? Distinguish between self-balancing and sectional balancing system.