

Anjuman Islam Janjira Degree College of Science
Murud-Janjira, Raigad-402401
Affiliated to University of Mumbai

Class: -F.Y.B.M.S.	Subject: - Introduction to Financial A/c
Semester: - I	Course code: - UBMSFSI.1
Exam Event: - Additional Exam Summer 2024 (FH)	Marks: 75
Date: - 27/03/2024	Duration: - 2 Hours 30 Mins

N.B:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Use of log-table/nonprogrammable calculator is allowed.
4. Answer for the same question as far as possible should be written together.

Q.1 (A) Match the following columns. (any 8)

08

Group ' A'	Group ' B'
1. Accounting	i. Nominal Account
2. Creditors	ii. Records only credit sales
3. Insolvent	iii. List of balances
4. AS – 1	iv. Amount payable
5. Commission Account	v. Fixed Assets
6. Sales Book	vi. Revenue Expenditure
7. Trial Balance	vii. Short term liabilities
8. Depreciation	viii. Language of business
9. Credit balance of Personal	ix. Person who is unable to pay his debt
10. Repairs to plant	x. Disclosure of Accounting policies

(B) State whether the following statements are True or False (any 7)

07

1. Book-keeping is an art of recording transactions scientifically.
2. Accounting is useful only to the owners.
3. Prepaid expenses are a liability.
4. Nominal Account is an account of expenses and income, losses and gain.
5. The expenditure incurred on installation of machinery is capital expenditure.
 6. . In Cash book discount column is never balanced.
 7. . In cash transactions party's name is always given.
 8. . Carriage outward is a Real Account.
 9. . Gross Profit is transferred to the Profit & Loss A/c
 10. . Wrong balancing of an account will affect the Trial Balance..

Q.2 Attempt any one of the following.

15

A. 1. Journalize the following transactions in the books of Miss Sunita:

08

Date	Particulars	Amount (Rs.)
2018		
March 2	Miss Sunita started her business with cash	60000
3	Deposited into bank	40000
5	Bought goods on credit form Mr. Yatin	5000
6	Return goods to Mr. Yatin	1000
10	Sold goods for cash to Miss. Anita	5000
17	Drew from bank for personal use	4000

25	Paid to Mr. Yatin in full settlement by cheque	3800
30	Paid salaries to staff	4000
30	Withdraw goods for personal use	500

2. Prepare Ledger Account of Mr. Charger from the following transactions in the books of BTR Ltd

07

Date	Particulars	Amount (Rs.)
2018		
May 1	Sold goods to Mr. Charger	5000
8	Received cash from him	3000
15	He returned goods to us	100
16	Bought goods from him	1000
22	Paid him cash	600
26	Returned goods to him	200
27	He paid us cash	500

OR

B. Enter the Following transactions in a cash, bank and Discount columns and balance the cash book.

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Date	Particulars
2017	
Jan. 1	Opening cash balance Rs. 3500
1	Bank Overdraft Rs. 2000
2	Introduced further cash Rs. 7000 in the business
4	Deposited Rs. 5000 into the bank
6	Received a cheque from Maya for Rs. 1170 in full settlement of Rs. 1200
7	Issued a bearer cheque for children school fees Rs. 2000
10	Issued cheque of Rs. 980 of Meena in full settlement of her a/c of Rs. 1000
11	Received a cheque of Rs. 500 from Mona on account
12	Endorsed Mona's cheque in favour of Leena to settle her a/c
14	Cash purchases Rs. 800
18	Cash Sale Rs. 700
20	Purchased furniture worth Rs. 2000 for office use & paid by cash
24	Paid salaries Rs. 700, Rent Rs. 150, Commission Rs. 200 in cash
27	Bank collected dividend Rs. 100 and credited in our a/c
31	Deposited all the cash in excess of Rs. 1000

Q.3 Attempt any one of the following.

15

A. 1. State with reasons the nature of the following Expenses/ Receipts.

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- 1) . Gave 1 lakh a custom duty on the machinery imported.
- 2) . Cost of re-painting the factory shed.
- 3) . A sum of Rs. 99500 was spent for dismantling, removing and reinstalling plant, Machinery & Fixtures.
- 4) . Import duty on raw material purchased.
- 5) . Purchased machinery for Rs. 15000
- 6) . Legal expenses incurred in connection with issue of capital.
- 7) . Cost of Goodwill purchased.
- 8) . Heavy expenditure incurred on advertisement.

2. Prepare Furniture Account from the following details.

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2003	
Dec. 1	Opening Balance Rs 45000.
3	Purchased furniture from Amit for Rs. 20000.
4	Purchased furniture for cash Rs. 15000.
10	Sold furniture costing Rs. 20000 for Rs. 22000.
15	Sold furniture costing Rs. 25000 at a loss of Rs. 5000.
20	Purchased 2 steel chairs for Rs. 250 each from Vinay, amount paid by cheque.
22	Paid for repairs of furniture Rs. 1000.
25	Furniture costing Rs. 5000 sold at a profit of Rs. 2000 on credit to Bina.
30	Paid to Amit Rs. 10000 on account

OR

B. 1. Record the following transactions in the Purchase book and complete posting of ledgers.

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Date	Particulars	Amount(Rs)
2018		
July 1	Bought goods from Arvind and company	500
3	Sunder & Co. invoiced goods to us.	700
4	Purchased one type writer for office use from Godrej Ltd.	1100
6	Dinanath sold goods to us at 5% Trade Discount.	500
7	Cash purchases	300

2. Prepare Miss Monica Seles's Bank Reconciliation Statement as on 31st October, 2008 from the following details.

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	Rs
1. Overdraft as per Cash Book	12000
2. Interest on overdraft debited by the Bank	480
3. Direct payment for life insurance premium	700
4. Direct deposit by a Customer	800
5. Cheque deposited but not cleared	1800
6. Bank charges not entered in cash book	50
7. Cheque issued in October amounted to Rs.15000 out of which cheques for only Rs. 7000 were presented (encashed) in October	
8. Overdraft balance as per pass book	6230

Q.4 Attempt any one of the following.

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1. Anil purchased following plant and machinery on various dates

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1-1-2006	Rs. 50000
1-7-2007	Rs. 20000
1-10-2007	Rs. 40000
1-4-2008	Rs. 60000
31-12-2009	Rs. 100000

- 1) On 1-7-2009 he sold the machine bought on 1-1-2006 for Rs.40000.
- 2) He writes off depreciation, on the fixed installment system which has estimated to be
- 3) 10% per annum of the original cost.
- 4) Prepare Machinery account in the ledger of Anil for the years 2006, 2007, 2008 and 2009.

2. The following balance appear in the books of Mr. Expert on 31st December 2005.

Prepare his Trial Balance.

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Particulars	Amount (Rs.)
Expert's Capital	1556
Expert's Drawings	564
Leasehold premises	741
Sales	2756
Due from Customers	530
Purchase	1268
Loan from Bank	250
Purchase Return	264
Creditors	528
Trade & Office expenses	784
Cash at Bank	142
Bills payable	100
Salaries and Wages	598
Stock (1 st Jan.)	264
Rent, Rates etc.	465
Sales Return	98

OR

B. From the following Trial Balance of Deep Shah, prepare Manufacturing Account, Trading and Profit & Loss Account for the year ended 31st December, 2017 and the Balance Sheet as on that date.

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Particulars	Debit (Rs.)	Particulars	Credit (Rs.)
Drawings	30000	Capital	500000
Manager's Salary	6000	Sundry Creditors	100000
Cash in hand	2000	Loan	80000
Cash at bank	35000	Reserve for Bad Debts	6000
Sundry Debtors	95000	Purchase Return	7000
Patents	4000	Sales	264000
Plant and Machinery	100000		
Land and Building	200000		
Extension to Building	20000		
Legal charges for acquisition of building	5000		
Purchase of Raw Materials	100000		
Raw Material (1-1-2017)	40000		
Work-in-Progress (1-1-2017)	75000		
Finished Goods (1-1-2017)	95000		
Carriage Inward	8000		
Wages and Salaries	90000		
Factory Expenses	8000		
Factory Rent and Rates	10000		
Office Expenses	5000		
Printing and Stationary	10000		
Discount	6000		
Advertisement	5000		
Bad debts	4000		
Goodwill	4000		
TOTAL	957000	TOTAL	957000

Adjustments:

- 1) On 31-12-2017 stocks were valued as Raw Material Rs. 50000; Work-in-Progress Rs. 80000; and Finished Goods Rs. 100000
- 2) Outstanding Expenses – Advertisement Rs.500 and Printing Rs. 300
- 3) Stock of Stationary on hand Rs. 1000 on 31-12-2017
- 4) Depreciate: Plant and Machinery at 10% and Patents at 20%
- 5) Manager is entitled for a commission of 5% on Net Profit before charging his commission.
- 6) Increase Reserve for bad debts by Rs.3000
- 7) Interest on Loan of Rs. 1000 is still unpaid.

Q.5 Attempt any one of the following.

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A. Define Accounting principles. Explain various accounting principles & concepts in detail.

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B. Difference between Trade Discount and Cash Discount

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OR

Q.5 Write Short Notes (Any 3)

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- 1) Elements of Computer
- 2) AS-6
- 3) Types of Accounts
- 4) Trial Balance
- 5) Bank Reconciliation Statement