

BCA, MAY –2014
BASIC ACCOUNTING
Paper Code (BSBC-305)
Paper Id. [B0232]

Time allowed: 3 hours**Maximum Marks: 60**

Note: The question has two sections. Section A consists of 10 questions of two marks each. Section B contains six questions out of which four questions are required to be attempted having 10 marks each.

SECTION-A

1. Write short note on following:
 - a. Distinguish between capital and revenue
 - b. Distinguish between Book Keeping and Accounting
 - c. Accounting Equation
 - d. Opening Entry
 - e. Purchase Book
 - f. Closing stock adjustment
 - g. BRS
 - h. Fixed and fluctuating capital
 - i. Tally 9.0
 - j. Sources of Capital

SECTION-B

2. What do you mean by journal? Why the need of Journal arises? What functions are performed by Journal?
3. What are the causes of disagreement in the pass book and cash book balances? How would you reconcile them?
4. Write a detailed note on applications of computers in accounting.
5. On May 1, 2013 Ramesh had 2,750 in his cash box and was overdrawn at the bank by Rs. 27,065. Enter these opening balances in his cash book and then record the following transactions. Balance off the cash book on May 15.

| | |
|-------|---|
| 2013 | |
| May 2 | Paid for postage stamps Rs.260 in cash, paid for repairs Rs.147 in cash, paid to Rakesh a cheque for Rs. 2,710, who gave discount Rs.190. |

| | |
|--------|--|
| May 3 | Cash sales Rs.8,770 ; paid R. 5,030 out of cash box into the bank. |
| May 8 | Bought goods by cheque at an auction Rs. 1750; paid rent for the month Rs.2,950 by cheque; paid wages Rs. 1,000 in cash. |
| May 10 | Laxman paid by cheque Rs.9,710 in full settlement of Rs. 10,000 |
| May 13 | Rates paid by chequeRs.2,265; drawn for personal use from cash box, Rs.1,500. |

6. From the following balances taken from the books of Mahesh Chandra as on 31st March, 2013 Prepare a trial balance.

| | Rs. | | Rs. |
|--------------------|--------|------------------|--------|
| Cash | 10,000 | Carriage inwards | 3,000 |
| Sundry debtors | 21,600 | Sundry creditors | 5,000 |
| Salaries and wages | 2,700 | Drawings | 6,000 |
| Capital | 50,000 | Return outwards | 2,000 |
| Sales | 48,500 | Bank | 9,000 |
| Freight | 4,000 | Machinery | 27,000 |
| Discount earned | 450 | Discount allowed | 150 |
| Furniture | 2,500 | | |

7. From the following particulars extracted from the books of Rajesh, prepare Trading and Profit and Loss Account and Balance Sheet as on 31st March, 2013 after making the necessary adjustments:

| | Rs. | | Rs. |
|----------------------|----------|----------------------------|-------|
| Capital Account (Cr) | 54,050 | Interest Received | 725 |
| Opening Stock | 23,400 | Cash with Trader Bank Ltd. | 4,000 |
| Sales | 1,44,800 | Discount Received | 1,495 |
| Sales Returns | 4,300 | Investments @ 5% as on | |
| Purchases | 1,21,550 | 1-4-2012 | 2,500 |
| Purchases Returns | 2,900 | Furniture as on 1-4- 2012 | 900 |
| Carriage Inwards | 9,300 | Discount Allowed | 3,770 |
| Rent | 2,850 | General Expenses | 1960 |
| Salaries | 4,650 | Audit Fees | 350 |
| Sundry Debtors | 12,000 | Fire Insurance Premium | 300 |
| Sundry Creditors | 7,400 | Travelling Expenses | 1,165 |

| | | | |
|--------------------------|--------|--------------------------------------|--------|
| Loan from Dena Bank Ltd. | 10,000 | Postage and Telegrams | 435 |
| @ 12% | | | |
| Interest paid | 450 | Cash in hand | 190 |
| Printing and Stationery | 1,700 | Deposits at 10% as on 1-4-2012 (Dr.) | 15,000 |
| Advertisement | 5,600 | Drawings | 5,000 |

(1) Value of stock as on 31st March 2013, is Rs. 39,300. This includes goods returned by customers on 31st March, 2013 to the value of Rs.1,500 for which no entry has been passed in the books.

(2) Purchases include furniture purchased on 1st January, 2013 for Rs.1,000.

(3) Depreciation should be provided on furniture at 10% per annum.

(4) (4) The loan account from Dena Bank in the books of Rajesh appears as follows:

| | | | |
|--------------------------|---------------|---------------------|---------------|
| 31-3-2013 To Balance c/d | 10,000 | 1-4-2012 By Balance | 5,000 |
| | | 31-3-2013 By Bank | 5,000 |
| | <u>10,000</u> | | <u>10,000</u> |

(5) Sundry Debtors include Rs.2,000 due from X and Sundry Creditors include Rs. 1,000 due to him.

(6) Interest paid includes Rs.300 paid to Dena Bank.

(7) Interest received represents Rs.100 from the Sundry Debtors and the balance on investments and deposits.

(8) Provide for interest payable to Dena Bank and for interest receivable on Investments and deposits.

(9) Provide for doubtful debts 5% on the balance under "Sundry Debtors".
