Reg.No. \_\_\_\_\_\_\_\_\_\_\_\_

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**End Semester Examination – Nov/Dec – 2018**

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|  |  |  |  |
| **Code :** | **17BC2001** | **Duration :** | **3hrs** |
| **Sub. Name :** | **PRINCIPLES OF ACCOUNTANCY** | **Max. marks :** | **100** |

**ANSWER ALL QUESTIONS (5 x 20 = 100 Marks)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Q. No.** | **Sub Div.** | **Questions** | **Course**  **Outcome** | **Marks** |
| 1. |  | Explain the Concepts and Conventions that are used in accounting | CO3 | 20 |
| (OR) | | | | |
| 2. |  | 1. Differentiate Trade Discount and Cash Discount. 2. Revenue Expenditure Vs Capital Expenditure. | CO3 | 10+10 |
|  |  |  |  |  |
| 3. |  | The Manager of a company who did not have proper accounting knowledge prepared the following balance sheet. He has wrongly classified the items under assets liabilities and owners’ equity.   |  |  |  |  | | --- | --- | --- | --- | | **Owners’ Equity and Liabilities** | **Rs.** | **Assets** | **Rs.** | | Share Capital | 10,00,000 | Retained Earnings | 5,00,000 | | Equipment | 9,00,000 | Land and Building | 7,00,000 | | Cash | 2,00,000 | Long-term loan | 4,00,000 | |  |  | Accounts Payable | 2,00,000 | |  |  | Accounts Receivable | 3,00,000 | | **Total** | **21,00,000** | **Total** | **21,00,000** |   Prepare the correct Balance sheet. | CO5 | 20 |
| (OR) | | | | |
| 4. |  | Explain the Accounting Mechanism with a help of a flow chart and elaborate in detail the every phase with illustrations. | CO2 | 20 |
|  |  |  |  |  |
| 5. |  | Explain Single Entry System. Distinguish between singly entry and double entry system | CO3 | 20 |
| (OR) | | | | |
| 6. |  | What is Statement of Affairs? Explain with a proforma using imaginary figures | CO4 | 20 |
|  |  |  |  |  |
| 7. | a. | On 30th June 2014, Pass book of M/s Renault Enterprises showed an overdraft of Rs.4768.75. You are required to prepare a Bank Reconciliation Statement taking into consideration the following information: | CO5 | 20 |
| b. | Cheques issued but not presented for payment Rs. 876.25 |
| c. | Cheques deposited with the bank but not cleared Rs. 1200 |
| d. | Bank charges and interest on overdraft entered in pass book Rs.25.30  Interest on Investments collected by the Bank Rs.270.80 |
| (OR) | | | | |
| 8. |  | What is Depreciation? Explain the methods used to charge depreciation. | CO4 | 20 |
|  | |  |  |  |
|  | | **Compulsory**: |  |  |
| 9. |  | The following items were taken from the financial statements of Wilson Inc for 2015: (in Lakhs)   |  |  | | --- | --- | | Accounts Payable | Rs. 15,780 | | Accounts Receivable | 8,470 | | Advertising Expense | 4,200 | | Cash | 16,080 | | Common Stock | 15,400 | | Cost of Sales | 41,250 | | Dividends | 2,310 | | Equipment, net | 45,420 | | Income tax expense | 3,260 | | Long-term liabilities | 9,920 | | Insurance Expense | 4,680 | | Prepaid Insurance | 5,970 | | Retained Earnings, Jan.1 | 28,450 | | Salaries expense | 17,420 | | Salaries payable | 5,210 | | Sales | 78,420 | | Utilities expense | 4,180 |   **Required :**  Prepare Income Statement for the year ending December 31, 2015, and a Balance Sheet at December 31, 2015 with suitable classifications. | CO5 | 20 |