

Reg. No. : .....

Code No. : 20422 E Sub. Code : CMCA 32

B.C.A. (CBCS) DEGREE EXAMINATION,  
NOVEMBER 2022.

Third Semester

Computer Application — Core

FINANCIAL ACCOUNTING

(For those who joined in July 2021 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. According to which concept the owner who provides capital is treated as a creditor of the business
  - (a) Entity concept
  - (b) Going concern concept
  - (c) Cost concept
  - (d) Money measurement concept

Particular	Received or paid Rs.	Outstanding on March 31, 2021 Rs.
Subscription from members	4,600	—
Subscription from affiliated society	1,400	200
Life subscription	2,000	—
Gift received	3,000	—
Interest received	160	—
Committee expenditure :		
Executive	1,500	200
Planning	1,440	640
Tournament	420	120
Printing, postage and stationery	1,140	160
Office furniture	2,000	—
Investment purchased	3,000	—



2. The accounting equation is concerned with  
(a) assets only  
(b) liability only  
(c) assets and liabilities  
(d) assets and expenses
3. Each transaction is first entered in the  
(a) Ledger (b) Journal  
(c) Trial balance (d) Balance sheet
4. Goods purchased is recorded in the books at  
(a) market price (b) purchase price  
(c) selling price (d) list price
5. A trial balance shows  
(a) outflow of funds  
(b) arithmetical accuracy of posting  
(c) inflow of funds  
(d) financial position
6. Any difference in trial balance is normally transferred to  
(a) capital account (b) nominal account  
(c) suspense account (d) revenue account

7. If closing stock appears in trial balance, it is transferred to  
(a) Trading a/c  
(b) Profit or loss a/c  
(c) Trading a/c and balance sheet  
(d) Balance sheet
8. Goodwill is  
(a) a current asset (b) an intangible asset  
(c) a tangible asset (d) a fictitious asset
9. Receipts and payments account is prepared by  
(a) trading concerns  
(b) manufacturing concerns  
(c) non-trading concerns  
(d) all business entities
10. Legacies are generally  
(a) capitalized and taken to balance sheet  
(b) treated as income  
(c) treated as expenditure  
(d) treated as business income





PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).  
Each answer should not exceed 250 words.

11. (a) Categorize the various branches of accounting.

Or

- (b) Distinguish between book keeping and accounting.

12. (a) How will you balance the ledger accounts?

Or

- (b) Journalise the following transactions :

Purchased goods for cash Rs. 10,000

Sold goods for cash Rs. 12,000

Paid salary of Rs. 8,000

Paid wages to erect a machine Rs. 800

Received Rs. 2,000 from Ramar as interest.

13. (a) Explain the objectives of trial balance.

Or

- (b) Prepare trial balance from the following :

	Rs.	Rs.
Capital	9,000	Rent outstanding 1,000

Page 4 Code No. : 20422 E

Plant and machinery	12,000	Opening stock	2,000
Purchases	8,000	Sales returns	4,000
Sales	12,000	Investments	14,000
Sundry creditors	8,000	Debtors	12,000
Bank loan	22,000		

14. (a) Examine the advantages of profit and loss account.

Or

- (b) From the following given below prepare trading account.

	Rs.
Opening	1,00,000
Purchases	1,50,000
Purchase returns	25,000
Direct expenses	10,000
Carriage inwards	5,000
Sales	4,00,000
Closing stock	50,000

15. (a) Draw a specimen form \* of income and expenditure account.

Or

Page 5 Code No. : 20422 E





- (b) How do you incorporate the following in the Tanjore trust club balance sheet for the year 31.3.2021.

Medal distribution fund	Rs. 98,400
Interest on the fund investment	Rs. 28,900
Medals distributed	Rs. 28,700
Medal distribution fund investments	Rs. 98,000

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b)  
Each answer should not exceed 600 words.

16. (a) Describe the various steps involved in accounting.

Or

- (b) What are the accounting conventions? Explain.

17. (a) Discuss the various forms of subsidiary books.

Or

- (b) Record the following transactions in the personal account of Shri Murugan :

2000	Details	Rs.
Apr. 1	Sold goods to Murugan	6,000
5	Cash received from Murugan and allowed him discount	6,000

Page 6 Code No. : 20422 E

18	Murugan purchased goods	8,000
30	Received cash from Murugan on account	4,500
Mar 1	Balance from last month b/d	3,500
12	Sold goods to Murugan	12,000
22	Received cash from Murugan and allowed him discount	5,00
31	Received cash in full settlement of Murugan a/c	10,250

18. (a) Identify the general guidelines for locating errors.

Or

- (b) The following balances were extracted from the ledger account of Ramakrishna engineering works on 31<sup>st</sup> March 2021. You are required to prepare a trial balance as on that date in proper form.

	Rs.		Rs.
Drawing	6,000	Sales	1,28,000
Capital	24,000	Salaries	9,500
Sundry creditors	43,000	Sales returns	1,000
Bills payable	4,000	Purchase returns	1,100
Sundry debtors	50,000	Travelling expenses	4,600
Bills receivable	5,200	Commission paid	100

Page 7 Code No. : 20422 E





	Rs.		Rs.
Loan from Karthick	10,000	Trading expenses	2,500
Furniture and fixture	4,500	Discount earned	4,000
Opening stock	47,000	Rent	2,000
Cash in hand	900	Bank overdraft	6,000
Cash at bank	12,500	Purchases	70,800
Tax	3,500		

19. (a) From the following prepare trading and profit and loss a/c for the period ending 31.3.2021.

	Rs.		Rs.
Purchases	20,000	Carriage out	1,500
Sales	1,00,000	Discount received	2,000
Opening stock	10,000	Interest paid	3,000
Salaries	6,000	Rent paid	6,000
Wages	2,000	Postage and	700
Fuel	2,000	Telegrams	200
Carriage in	1,000	Printing and	
Bad debts	2,700	stationary	2,700

Or

Page 8 Code No. : 20422 E

- (b) From the following particulars, prepare trading and profit and loss a/c and balance sheet :

	Rs.		Rs.
Capital	50,000	Returns in	1,000
Plant and machinery	80,000	Returns out	750
Sales	1,77,000	Discount	400
Purchases	60,000	Salaries	7,500
Debtors	45,000	Wages	10,750
Creditors	25,000	Rent	12,000
Cash balance	6,900	Opening stock	29,200

Additional information :

- Closing stock Rs. 35,000
  - Depreciation on plant and machinery at 6%
  - Interest on capital to be allowed at 5%
  - Outstanding rent was Rs. 1,000.
20. (a) Distinguish between receipts and payments account and income and expenditure account.

Or

- (b) From the following particulars, prepare income and expenditure account of the central sports society for the twelve month from April 2020 (date of inception) to March 31, 2021.

Page 9 Code No. : 20422 E

