

Indian Maritime University
(A Central University, Govt. of India)

March/April 2024 Supplementary Examinations

Programme: BBA (LRE)

Semester: I

Subject Code: UG31T3103

Subject: Fundamentals of Accounting

Date: 12.03.2024

Max Marks: 70

Duration: 03 Hrs

Pass Marks: 35

General Instructions

All Sections (A, B & C) are to be attempted.
Options, if any, are specified in respective section.

Section A

Ten MCQs/Fill in the Blanks of 01 Mark each
Choose the correct answer as applicable.

1. Ledger account is prepared from _____
 - a. Vouchers
 - b. Trial balance
 - c. Journal
 - d. Financial statements

2. In asset a/c , depreciation charged is shown
 - a. On the Dr. side
 - b. On the Cr. Side.
 - c. As closing balance
 - d. All of the above

3. The system of keeping accounts generally adopted by small size branches are:
 - a. Debtors system
 - b. Stock & Debtors system
 - c. Wholesale branch system
 - d. Final account system

4. Bank reconciliation statement is prepared by matching
 - a. Entries in pass book with entries in bank columns of cash book
 - b. Entries in pass book with entries in cash columns cash book
 - c. Entries in pass book with entries in bank columns and cash columns of cash book.
 - d. None of the above

5. Depreciation account is a _____
 - a. Personal a/c
 - b. Real a/c
 - c. Nominal a/c
 - d. Natural a/c

6. Branch which does not maintain its own set of books is
 - a. Dependent branch
 - b. Independent branch

17. Prepare journal entries for the following transactions.

2020	Particulars	Amount (Rs)
April 1	Ramesh started business with cash	1,00,000
April 2	Deposited in bank	70,000
April 3	Bought goods for cash	5,000
April 4	Drew cash from bank for office	1,000
April 13	Sold goods to Krishna	1,500
April 20	Bought goods from Shyam	2,250
April 24	Received from Krishna	1,500
April 28	Paid cash to Shyam	2150
	Discount allowed by him	100
April 30	Cash sales for the month	8000
April 30	Paid rent	500
April 30	Paid salary to Ram	3,000

18. Given below are the balances extracted from the books of Nagarajan as on 31st March, 2016.

Particulars	Amount	Particulars	Amount
Purchases	10,000	Sales	15,100
Wages	600	Commission received	1,900
Freight inwards	750	Rent received	600
Advertisement	500	Creditors	2400
Carriage outwards	400	Capital	5000
Cash	1200		
Machinery	8000		
Debtors	2,250		
Bills receivable	300		
Stock on 1 st Jan, 2016	1000		
	25,000		25,000

Prepare trading and profit and loss account for the year ended 31st March, 2016 and the balance sheet as on the date after adjusting the following:

- Commission received in advance Rs.400
- Advertisement paid in advance Rs.150
- Wages outstanding Rs. 200
- Closing stock on 31st March 2016, Rs. 2100

19. Sincere Brothers of Delhi opened a branch at Kanpur on Jan 1, 2017. From the following figures prepare Kanpur Branch accounts in the books of Sincere Brothers for the year ending December 31, 2017 and 2018.

	2017 (Rs.)	2018 (Rs.)
Goods sent to Kanpur Branch	1,00,000	1,20,000
Expense paid by the head office:		
Rent	1200	1200
Salaries	6000	6000

Advertisement	600	800
Cash sales at branch	1,20,000	1,65,000
Remittance received from the branch	-	1,60,500
Remittance made on Dec 30, still in transit	-	4,000
Expenses paid by the branch:		
Carriage	200	250
Petty expenses	300	400
Stock on December 31	20000	30000
Petty cash in hand	200	-

20. Explain any five accounting concepts?

21. List 5 possible causes of differences between the Cash Book bank account balance and the balance shown on the bank statement.

22. Mention the distinction between capital expenditure and revenue expenditure?
