(7 pages)

NOVEMBER 2024 **72261/150C1B**

Time : Three hours Maximum : 75 marks

SECTION A — (10 × 2 = 20 marks)

Answer any TEN questions each in 30 words.

1. State any two disadvantages of Accounting

2. What is single entry system?

3. Write a note on ledger.

4. Write a short note on Profit and Loss account.

5. List the different methods of depreciation.

6. List out any two transactions under liability side of balance sheet.

7. Define Bills Payable.

8. What do you mean by petty cash?

9. Write a note on book keeping.

10. What is an instalment system?

11. List the contents of a statement of affairs.

12. What is single entry system?

SECTION B — ($5 \times 5 = 25$ marks)

Answer any FIVE questions.

13. Prepare ledger accounts for the following transactions.

2020	Date	Particulars
June	1	Started business with cash 300,000
	2	Opened bank account with 120,000
	3	Bought goods on credit from Ram for 45,000
	4	Gods purchased for cash 22,500

14. Prepare the bank Reconciliation Statement from the following:

Particulars	Rs.
Debit balance as per the cash book	15,000
Chequest deposited but not cleared	1,000
Chequest deposited but not presented	1,500
Bank interest	200

15. Prepare a trading account from the following balances

Particulars	Amount
	Rs.
Opening stock	8,000
Purchases	20,000
Sales	80,000
Reture inwards	1,500
Returns	400
Carriage inwards	1,200
Wages	3,300
Freight charges	2,400
Closing stock	7,000

16. Explain the merits of Written down value method.

17. On 1st April, 2019, Star Ltd. purchased a machine costing Rs. 4,00,000 and spent Rs. 50,000 on its installation. The estimated life of the machinery is 10 years, after which its residual value will be Rs. 50,000 only. Find the amount of annual depreciation according to the Fixed Instalment Method and prepare Machinery Account for t he first three years. The books are closed on 31st March every year.

18. Prepare Bank Reconciliation Statement for the month of March 31, 2020

(a) Debit Balance as per Cash Book is Rs. 40,500 On 31st March 2020

(b) Cheque deposited but not yet collected Rs. 92,000

(c) Cheque issued but not yet presented for payment of Rs. 52,800

(d) Bank charges of Rs. 1500 charged by the Bank

(e) A customer directly deposited Rs. 45.200 into the bank

19. Write the features of a single entry system.

SECTION C — ($3 \times 10 = 30$ marks)

Answer any THREE questions.

20. Explain the concepts and conventions of accounting.

21. Enter the following transactions in proper Subsidiary Books and post the 21 same in the relevant ledger accounts

2019			Rs.
Aug.	1	Bought goods from Ganga	2,500
	2	Sold goods to Kaveri	1,500

2019		Rs.
5	Yamuna sold goods to us	1,500
8	Krishna purchased goods from us	1,200
11	Received goods returned by Kaveri	150
13	Returned goods to Ganga	100
17	Sold goods to Ponni	800
22	Purchased goods from Sindhu	900
27	Returned goods to Yamuna	150

Purchases Returns Books: 250

Sales Returns Books: 150

22. Trial Balance of a business as at 31st March, 2018 is given below:

Particulars	Rs.	Particulars	Rs.
Stock on 1st April, 2017	25,000	sales	2,27,800
Furniture	8,000	commission	500
Plant and Machinery	1,50,000	Returns outward	1,000
Debtors	30,000	Creditors	40,000
Wages	12,000	Capital	1,50,000
Salaries	20,000		

Particulars	Rs.	Particulars	Rs.
Bad Debts	1,000		
Purchases	1,20,000		
Electricity Charges	1,200		
Telephone Charges	2,400		
General Expenses	3,000		
Postage Expenses	1,800		
Returns Inward	900		
Insurance Premium	1,500		
Cash in Hand	2,500		
Cash at Bank	40,000		
	4,19,300		4,19,300

Prepare Trading and Profit and Loss Account for the year ended 3lst March, 2018 and Balance Sheet as at that date after taking into account the following adjustmes.

(a) Closing Stock was valued at Rs. 7,000.

(b) Outstanding liabilities for wages were Rs. 600 and salaries 1,400.

(c) Depreciation is to be provided @ 5% p.a. on all fixed assets,

(d) Included in Plant and Machinery is a machine purchased for Rs. 10,000 on 1st October, 2017.

(e) Insurance premium paid in advance Rs. 200

23. Discuss the features and advantages of Hire purchase system.

24. Mr. Mehta started his readymade garments business on April 1, 2016 with a capital of Rs. 50,000. He did not maintain his books according to double entry system. During the year he introduced fresh capital of ‘ 15,000. He withdrew Rs. 10,000 for personal use. On March 31, 2017, his assets and liabilities were as follows Total creditors Rs.90,000 ; Total debtors Rs. 1,25,600; Stock Rs.24,750; Cash at bank Rs.24,980. Calculate profit or loss made by Mr. Mehta during the first year of his business using the statement of affairs method.

———————