

**Pune Vidyarthi Griha's  
College of Science and Technology  
F.Y.B.M.S ( Semester-I) ( Regular) -2023-24**

**FINANCIAL ACCOUNTING**

**Q.P. CODE: UBCOMFSI.1**

Date 01/11/2023

Time: 2½ hours

Total Marks: 75

N.B :-

1. All questions are compulsory.
2. Make suitable assumptions wherever necessary and state the assumptions made.
3. Numbers to the right indicate marks.
4. Use of Non-programmable calculators Is allowed.

**Q.1. A) Select the correct alternative and rewrite the sentence (Any Eight) 8marks**

1. Purchase of Rawmaterial Rs 2,00,000 is \_\_\_\_\_  
a) Capital Expenditure b) Capital Receipt c) Revenue Expenditure (d) Revenue Receipt
2. Gross Loss is transferred to the \_\_\_\_\_ A/C.  
a) Trading A/c b) P&L A/C C) Cash A/c d) Capital A/c
3. Under \_\_\_\_\_ Method depreciation is calculate on Reducing Balance methods.  
a) Scrap Methods b) Straight line method c) Reducing balance method d) None of these
4. Purchase of Raw Material Rs 2,00,000 is posted in \_\_\_\_\_ A/c,  
a) Trading A/c b) Profit & loss a/c c) Manufacturing A/c d) Capital A/c
5. Depreciation on Machinery is generally recorded in \_\_\_\_\_.  
a) Trading A/c b) Profit & loss a/c c) Manufacturing A/c d) Capital A/c
6. Bad Debts is \_\_\_\_\_ A/c.  
a) Personal b) Real c) Nominal (d) Capital

7. Cash withdrawn from business for personal purpose is termed as \_\_\_\_\_.

- a) Capital    b) Drawings    c) Liability d) Profit

8 .All Liabilities generally have \_\_\_\_\_ balances.

- a) Debit    b) Credit    c) Zero    (d) None of these

9. Sale of Scrap Rs 5,000 is posted in \_\_\_\_\_ A/c,

- a) Trading A/c    b) Profit & loss a/c    c) Manufacturing A/c d) Capital A/c

10 Credit Books records only \_\_\_\_\_ Transactions

- a) Cash b) Credit    c) Compensating d) Barter

**Q.1.B. State whether the following statement True or False (any seven)    7 Marks**

1. Income have normally credit balance.
2. Under Diminishing Balance method, the depreciation amount changes ..
3. Outstanding Audit fees is an Liabilities
4. Productive Wages is Management A/c
5. Drawing is an Nominal A/c.
6. capital work in progress is treated as capital expenditure
7. The entry which is recorded on both the side of Cash book is called Contra Entry.
8. carriage outward is a Nominal account .
9. Credit transactions are Recorded in cash books
10. The credit balance of bank a/c is called as bank overdraft .

**Q.2. Journalise the following transaction in the book of Mr. Nandu for the month of June 2023.** **15 Marks**

1<sup>st</sup> June . Mr.Nandu started his business with cash Rs 1,00,000 Goods Rs 50,000

Furniture 50,000

3<sup>rd</sup> June. Cash With Drawn From bank For office use Rs 80000

5<sup>th</sup> June Purchase goods on credit from X ltd Rs 10,000

7 <sup>th</sup> June	sold goods on credit to Minarva Ltd	Rs 9,00,000
9 <sup>th</sup> June	sold goods for cash	Rs 20,000
16 <sup>th</sup> June	withdrawn from bank for personal use	Rs 10,000
25 <sup>th</sup> June	paid wages to Mr. Ayaz	Rs 9000
26 <sup>th</sup> June	good withdrawn for personal use	Rs 1000
27 <sup>th</sup> June	Received amount from Ramesh in bearer Cheque	Rs 20,000
28 <sup>th</sup> June	. Paid Rent in Cheque	Rs 15,000

**OR**

**Q.2 Record the following transactions in Double Column cash book for the month of May 2023 with cash and bank column in the book of suresh 15 marks**

- 1<sup>st</sup> Mr. Suresh has opening balance of cash Rs 4,40,000 and bank Rs 4,00,00
- 4<sup>th</sup> He opened an account in bank by depositing cash Rs 2,80,000
- 5<sup>th</sup> Purchased Furniture worth 1,40,000.
- 6<sup>th</sup> Installation charges paid on machinery Rs 1,000.
- 7<sup>th</sup> Purchase goods worth Rs 40,000 from Mani on credit.
- 11<sup>th</sup> Goods worth Rs 20,000 were sold at 5% cash discount .
- 14<sup>th</sup> paid wages to worker Rs 10,000.
- 16<sup>th</sup> Cheque Rs 3,000 received from Amar for interest.
- 20<sup>th</sup> Received from Ganesh a cheque of Rs 12,000 on account .
- 25<sup>th</sup> Sale of Car of Rs 1,00,000 .
- 28<sup>th</sup> Cash withdrawn from bank Rs 6,000.
- 30<sup>th</sup> paid salary to staff Rs 4,000 by cheque.

**Q.3 state which of the following expenses /receipt are capital, revenue with reasons**

**15 Marks**

1. Expenditure incurred on Purchase of Truck Rs 150,000
2. Profit earned on sale of machinery Rs 10,000
3. Cost of acquisition of Goodwill Rs 3,00,000
4. Furniture of Rs 5,00,000 sold for Rs 5,50,000
5. Cost of Salary Paid Rs 15,000
6. Income tax Paid Rs 50,000
7. Supervision Charges Paid Rs 10,000
8. Amount of Rs 5,00,000 received on sale of goods
9. Paid Rs 1,00,000 on Purchase of rawmaterial
10. Received Rs1,80,000 on sale of raw material

**OR**

**Q.3. (A) Enter the following transaction in subsidiary book  
August 2022**

**8Marks**

- 1 purchase goods from Archana Rs 60000
- 5 sold goods to Shreeyansi Rs 50000
- 7 Purchase goods for cash from Mr Monu 70000
- 10 Sold goods to Yojana Rs 10000
- 15 Return goods to Archana Rs 6000
- 20 Return goods from Shreeyansi Rs5000
- 22 Purchase goods from Rekha Rs 12000
- 25 Purchase furniture from Sawati Yogesh Rs 22000
- 27 Paid wages of rupees 10000 to Surabhi
- 28 Return goods to Rekha Rupees 1000

**Q.3. (B) State which the following expenses / Receipt are capital or Revenue with reason**

**7 marks**

- 1 Purchase Furnitures of rupees 750000
- 2 Paid Salary of Rupees 10000
- 3 Bank loan Received Rupees 250000
- 4 Invested in share of TATA ltd of Rupees 100000
- 5 Received amount of Rupees 500000 from issue of equity share
- 6 Expenditure incurred on purchased of computer Rupees 250000
- 7 Income Tax Paid to the government Rupees 5,000

**Q.4 From the following Trial Balance as on 31.3.2023 of Padma, Prepare manufacturing, Trading, Profit & Loss A/c and Balance Sheet for the year ended 31.3.2023:**

**( 15 Marks )**

Particular	Debit (Rs)	Credit (Rs)
Opening Stock of Raw materials	64,000	
Opening Stock of Work-in-process	12,000	
Opening Stock of Finished goods	40,000	
Purchase of raw materials	6,30,000	
Sales		10,00,000
Computer	64,000	
Capital		2,10,000
Freight inward on Raw materials	6,000	
Direct Wages	48,000	
Factory Power and Fuel	40,000	
Factory Rent	36,000	
Factory Electricity	42,000	
Machinery	1,95,000	
Drawings	30,000	
Office salaries	46,000	

Cash at Bank	10,000	
Selling Expenses	26,000	
Bank charges	14,000	
Discount Allowed	10,000	
Creditors		90,000
Bad Debts	4,000	
Provision for Bad debts		4000
Debtors	98,000	
Bills Payable		92,000
Discount Received		20,000
Office Expenses	1,000	
Total	14,16,000	14,16,000

**Other Information**

1. Closing Stock of Raw materials Rs 16,000; Work-in-process Rs 10,000 and Finished goods Rs 28,000.
2. Outstanding Office expenses Rs 1,000.
3. Depreciation on Machinery @ 10% p.a. and compute @ 15 % p.a.
4. Bad debt written off Rs 2,000 and R.D.D @ 5% on debtors.

**Q.4. Modi prepare the following Trial balance on 31<sup>st</sup> march 2023. Kindly verify It and prepare a revised Trial Balance . 15 marks**

Particulars	Dr. Rs.	Cr. Rs.
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Rutuja capital		3112
Rutuja Drawing	1128	
Leasehold Premises	1482	
Sales		5512
Customers		1060
Purchases	2536	
Loan From Bank		500
Purchases Returns	528	
Creditors	1056	
Trade and office Expenses	1568	
Cash at Bank	284	
Bill payable	200	
Salaries and Wages	1196	
Stock ( 1 <sup>st</sup> April)		528
Rent ,Rates, etc.	930	
Sales return		196
	10908	10908

**Q.5 A)** What is Subsidiary books what are Its various types ?

**7 Marks**

**Q.5 B)** Distinguish between capital and revenue expenditure

**8 Marks**

**OR**

**Q.5. Write Short notes on any three;**

**15 marks**

- A. capital expenditure
- B. Straight line method.
- C. Cash books.
- D. Manufacturing Account
- E. Revenue Receipt