

Roll.No.

25UBCCT1001

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)
Chromepet, Chennai - 600 044.

B.Com. CS - END SEMESTER EXAMINATIONS - NOVEMBER 2025
SEMESTER - I

25UBCCT1001 - Financial Accounting -I

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions (6 × 5 = 30 Marks)

1. Define Accounting. What are the objectives of accounting?
2. On 1.1.2001, R limited purchased a machine for Rs.19,000 and spent Rs.1,000 for erection charges. After using the machine for 3 years, it was sold for Rs.17,000 on 31.12.2003. Depreciation is charged at 10% on original cost method. Accounts are closed on 31st December each year. Prepare machinery account for 3 years.
3. Compute purchases and sales from the following details by making necessary accounts:

	Rs.
Opening balance of debtors	30,000
Opening balance of creditors	10,000
Collections from debtors	1,60,000
Discount received	2,500
Bad debts	1,000
Payment to creditors	14,000
Discount allowed	1,500
Returns inwards	2,000
Returns outwards	3,000
Cash purchases	6,000
Cash sales	10,000
Closing balance of debtors	35,000
Closing balance of creditors	15,000

4. On 1.1.2011, A company leased a piece of land for a minimum rent of Rs.1,000 in the first year, Rs.2,000 in the second year and thereafter Rs.3,000 per annum, merging in to a royalty of 25 paise per tonne, with power to recoup short workings over the first three years only. The annual output for the four years ending with 31.12.2014 were 1,000; 6,000; 16,000 and 24,000 tonnes respectively. Prepare short working account.
5. From the following ledger balances extracted at the close of a trading year ended 31st December 2013, prepare trading account as at that date.

Particulars	Rs.	Particulars	Rs.
Opening stock	40,000	Purchases	1,00,000
Sales	4,00,000	Returns inwards	7,500
Returns outwards	2,000	Carriage inwards	6,000
Wages	16,500	Freight and dock charges	12,000
Stock on 31.12.2013	35,000		

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6. On 1-5-20 Mohan gave his acceptance for three months bill of Rs.6,000 drawn by of Murali. Murali sent the bill to bank for collecting the amount on maturity. After maturity Murali received intimation from the bank that the bill was duly honoured by Mohan and Bank charged Rs.20 for collection. Prepare the entries in the books of Murali and Mohan
7. Prakash keeps his books by the single-entry method. His position on 31.12.2017 and 31.12.2018 was as follows:

Particulars	2017 (Rs.)	2018 (Rs.)
Cash in Hand	300	2,000
Cash at Bank	20,000	19,000
Stock in Trade	18,500	14,000
Sundry Debtors	30,000	27,000
Furniture	15,000	15,000
Plant	22,000	27,000
Sundry Creditors	29,000	29,000

Additional Information:

1. Further Capital Introduced = Rs.5,000
2. Withdrawals = Rs.750 per month

From the above information prepare a statement showing the profit or loss made by him for the year ended 31.12.2018.

8. A fire occurred in the premises of a merchant on 15.6.2019 and a considerable part of the stock was destroyed. The value of stock saved was Rs.4,500. The books disclosed that on 1.4.2019 the stock was valued at Rs.36,750. The purchases to the date of the fire amounted to Rs.1,04,940 and the sales Rs.1,56,500. On investigation it was found that during the past five years the average gross profit on sales was 36% Determine the claim to be made.

Section C

Answer any **THREE** questions (3 × 10 = 30 Marks)

9. Prepare journal entries for the following transaction in the books of Kumar.

2019		
Apr 1	Kumar started business with the following assets & liabilities	
	Cash	Rs.2,00,000
	Stock	Rs.1,50,000
	Furniture	Rs.10,000
	Machinery	Rs.1,80,000
4	Sold good to Kadhar	Rs.2,30,000
8	Purchased goods from Arun	Rs.1,50,000
10	Paid to Arun on account	Rs.1,00,000
12	Withdraw cash for personal use	Rs.7,000
15	Received commission	Rs.10,000
19	Issued a cheque for rent	Rs.12,000
23	Drew from bank for personal use	Rs.8,000
27	Paid insurance premium	Rs.2,250
30	Brought in additional capital	Rs.50,000

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10. Prepare a Trading and Profit & Loss A/c for the year ended 31st December 2015 and a Balance Sheet as on that date from the following Trial Balance of Mr.Arun.

Particulars	Rs.	Particulars	Rs.
Drawing	45,000	Capital	1,60,000
Goodwill	90,000	Bill payable	35,000
Buildings	60,000	Creditors	70,000
Machinery	40,000	Purchases returns	2,650
Bills Receivable	6,000	Sales	2,18,000
Opening Stock	40,000		
Purchases	51,000		
Wages	26,000		
Carriage outwards	500		
Carriage Inwards	1,000		
Salaries	35,000		
Rent	3,000		
Discount	1,100		
Repairs	2,300		
Bank	25,000		
Cash	1,600		
Debtors	45,000		
Bad debts	1,200		
Sales Returns	2,000		
Furniture	6,000		
Advertisements	3,500		
General Expenses	450		
	4,85,650		4,85,650

Adjustments:

1. Closing stock was Rs.35,000
 2. Depreciate Machinery & Furniture by 10%
 3. Outstanding Wages Rs.1,500
 4. Prepaid advertisement Rs.500
 5. Create 5% on debtors for bad debts as provision.
11. A company purchased on 1-1-2010 second-hand machinery for Rs.84,000 and spent Rs.6,000 on its repairs. On 1-4-2011 additional machinery costing Rs.60,000 was purchased. On 1-7-2012 the machinery purchased on 1-1-2010 became obsolete and was sold off for Rs.60,000. Depreciation was provided annually on 31st Dec. @ 10% per annum on the original cost of the asset. At the end of 2012 the company changed this method of providing depreciation and adopted the method of writing off 15% on written down value. Show the Machinery A/c for the years 2010 to 2012.
12. Outline the Difference between Incomplete Records and Double Entry System.

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13. Ravi took a colliery on lease. The dead rent was Rs.750 a year, merging into a royalty of 35 paise per tonne of coal raised, with the right to recover shortworkings out of royalties of two subsequent years from the period in which the shortworkings arose. The output raised were:

I year - 1,000 tonnes

II year - 1,500 tonnes

III year - 2,500 tonnes

IV year - 1,500 tonnes

V year - 1,000 tonnes

Assess the balance by preparing necessary ledger A/cs for each of the five years in the books of Ravi.
