

Roll.No.

25UAFCT1001

SET II

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. A&F - END SEMESTER EXAMINATIONS - NOVEMBER 2025
SEMESTER - I

25UAFCT1001 - Financial Accounting

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. Explain the objectives of Financial Accounting.
2. What is meant by 'Bills of exchange' and "Discounting of Bills"?
3. Rectify the following errors:
 - a) Purchased goods from Ramya but entered into Sales book Rs.50,000
 - b) Sold goods for Cash Rs.40,000 entered as Rs.4,000
 - c) Goods sold to Saveetha on credit for Rs.30,000 entered into Sangeetha A/c.
4. From the following balances extracted at the close of the year ended 31st Dec.1996, Prepare Profit and Loss account of Mr. Raj as at that date:

Particulars	Rs.	Particulars	Rs.
Gross Profit	55,000	Repairs	500
Carriage on sales	500	Telephones expenses	520
Office Rent	500	Interest (Dr.)	480
General expenses	900	Fire Insurance Premium	900
Discount to customers	360	Bad Debts	2,100
Interest from Bank	200	Apprentice Premium (Cr.)	1,500
Travelling expenses	700	Printing and Stationery	2,500
Salaries	900	Trade expenses	300
Commission	300		

5. From the following particulars, prepare Receipts and Payments Account

Particulars	Rs.	Particulars	Rs.
Cash in hand	2,000	Postage	400
Cash at bank	6,000	Stationery	600
Subscriptions	3,000	Lockers rent received	1,800
Donations received	2,400	Office expenses	800
Furniture purchased	1,600	Closing balance of cash	7,000
General expenses	1,000		

Contd...

6. Calculate the Rate of Depreciation under Straight Line Method (SLM) in each of the following cases:

Machine No	Cost of the machine (Rs.)	Expenses incurred at the time of purchase to be capitalized (Rs.)	Estimated residual value (Rs.)	Expected useful life in years
1	90,000	10,000	20,000	8
2	24,000	7,000	3,100	6
3	1,05,000	20,000	12,500	5
4	2,50,000	30,000	56,000	10

7. Abdul gave his acceptance for Amir's four months bill of Rs.2,400 on January 1, 2020. One month before the due date Abdul paid the amount of the bill at 5% p.a. rebate. Pass the necessary Journal entries in the books of both the parties.
8. On 1st January 2022, a company purchased machinery for Rs.12,000 and on 30th June 2023, it acquired additional machinery at a cost of Rs.2,000. On 31st March 2024, one of the original machines which had cost Rs.500 was found to have become obsolete and was sold for Rs.50. It was replaced on that date by a new machine costing Rs.800. Depreciation to be provided at the rate of 15% p.a. on the written down value. Show Machinery Account for the first three years.

Section C

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

9. Journalise the following transactions and post them to ledger and extract the trial balance:
- April 2024
- 1 Kumari Started business with a capital of Rs.25,00,000
 - 5 Purchased goods from Sujatha for cash Rs.10,00,000
 - 8 Sold goods to Shalini for cash Rs.12,00,000
 - 13 Paid salary Rs.1,00,000
 - 18 Deposited cash into bank Rs.6,00,000
 - 22 Machinery purchased in cash for Rs.2,00,000
 - 25 Cash Received in advance as loan from David Rs.4,00,000
 - 30 Outstanding Rent Rs.50,000
10. From the following Trial balance of X Ltd., prepare Trading and Profit and Loss Account for the year ending 31.03.2023 and a balance sheet as on that date:

Contd...

Trial Balance

Particulars	Rs	Particulars	Rs
Opening stock	9,300	Commission Earned	200
Repairs	310	Purchase returns	440
Machinery	12,670	Creditors	12,370
Furniture	1,330	Sales	20,560
Salary	750	Capital	24,500
Rent	310	Loan	5,000
Land and Buildings	15,400		
Bank charges	50		
Purchases	15,450		
Sales returns	120		
Advertisement	500		
Cash in hand	160		
Cash at bank	5,870		
Sundry Expenses	150		
Insurance	500		
Travelling Expenses	200		
	63,070		63,070

Adjusting required:

- a) Stock on 31.03.2023 Rs.7,585
- b) Prepaid Insurance Rs.250
- c) Depreciation on Land and Buildings at 5% and Machinery at 10%

11. The following is the receipts and payments account of Kumar recreation club for the year ended 31st March 2002.

Receipts	Rs.	Payments	Rs.
To Balance B/d	7,000	By salaries	28,000
To subscription:		By general expenses	6,000
2000-2001 5,000		By electricity	4,000
2001-2002 20,000		By books purchased	10,000
2002-2003 4,000	29,000	By periodicals purchased	8,000
To rent	14,000	By loan repaid	20,000
To receipt from entertainment facilities	28,000	By balance C/d	4,000
To sale of old magazines	2,000		
	80,000		80,000

Additional data:

- a) The club has 50 members, each paying Rs.500 p.a. as subscription.

Contd...

- b) Subscription outstanding on 31-3-2002 Rs.6,000
- c) Salaries outstanding Rs.2,000. The Salaries paid include Rs.6,000 for 2000-01.
- d) On 1-4-2001, the clubs properties were: Building Rs.2,00,000, Furniture Rs.20,000 and Books Rs.20,000.
- e) Provide 10% Depreciation on Buildings and Furniture.

Prepare Income and Expenditure A/c for the year ending 31-3-2002 and a Balance sheet on that date.

12. Discuss in detail the different methods of providing depreciation.
13. Mohan sold goods to Sohan for Rs.50,000. On 1st January 2023, Mohan drew a bill for three months on Sohan who accepted the same. Pass necessary Journal entries in the books of Mohan and Sohan in following situations:
- a) The bill is retained by Mohan till 31st March and Sohan paid it on that day upon presentation.
 - b) Bill is discounted with the bank and the bank pays Rs.49,000 to Mohan. Sohan paid the bill on the due date.
 - c) Mohan endorsed the bill to Rohan (his creditor) in settlement of his claim for Rs.51,000. The bill is settled on the due date.
