

Roll.No.

25UCCCT1001

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. CA - END SEMESTER EXAMINATIONS - NOVEMBER 2025  
SEMESTER - I

**25UCCCT1001 - Financial Accounting-I**

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

### Section B

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

1. Describe the Advantages and Disadvantages of Accounting.
2. The provision of bad and doubtful debts shows a balance of Rs.1,600 on 1<sup>st</sup> January 1987. The bad debt during the year 1987 amount to Rs.600. The sundry debtors on 31<sup>st</sup> December 1987 are Rs.16,000. Create a provision of 5% for bad & doubtful debts. Make necessary journal & Ledger entries are show also the profit & loss A/c and balance sheet.
3. Distinguish between straight line method and written down value method.
4. Find out purchase 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
Return inwards	2,000
Return outwards	3,000
Cash purchases	6,000
Cash sales	10,000
Closing balance of debtors	35,000
Closing balance of creditors	15,000

5. B. Lal wrote a book and get it published with margham publications on the following terms:
  - i) Royalties would be 15% of the sale proceeds of each year.
  - ii) Minimum rent Rs.10,000 p.a.
  - iii) B. Lal to revise the books when requested by the publishers and submit the revised edition within 6 months of the request. If B. Lal delays beyond 6 months, he has to pay margham publication at Rs.500 per month as penalty for the period of delay. Further, in the year of delay, minimum rent was not to apply.

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The number of copies sold and the sale price of each copy were as follows:

Year	No. of copies sold	Sale price of each copy
1995	2,000	20
1996	4,000	20
1997	2,000	25

At the end of 2<sup>nd</sup> year B. Lal was requested to revise the book. The revised manuscript reached the publisher. Margham publications, only on 1<sup>st</sup> October 1997. Give journal entries in the books of Margham Publications.

6. A machine purchased on 1<sup>st</sup> July 1983 at a cost of Rs.14,000 and Rs.1,000 was spent on its installation. The depreciation is written off at 10% on the original cost every year. The books are closed on 31<sup>st</sup> December each year. The machine was sold for Rs.9,500 on 31<sup>st</sup> march 1986. Show the machinery account for all the year.

7. Find out the profit from following data.

	Rs.
Capital as on 1.124	8,00,000
Drawing during 2024	1,80,000
Capital introduced during 2024	50,000
Capital as on 31-12-24	9,00,000

8. Journalise the following transactions of M/s. Radha & sons.

Date	Particulars	Rs.
2000 Jan 1	Business started with Rs.2,50,000 and cash deposited with bank	1,50,000
3	Purchased machinery on credit from rangan	50,000
6	Bought furniture from ramesh for cash	25,000
12	Goods sold to yesodha	22,500
13	Goods return by yesodha	2,500
15	Goods sold for cash	50,000
17	Bought goods for cash	25,000
20	Cash received from yesodha	10,000
21	Cash paid to Ramola	20,000
25	Cash withdrawn from bank	50,000
29	Paid Advertisement expenses	12,500
30	Bought office stationary for cash	5,000
31	Cash withdrawn from bank for personal use of the proprietor	6,250
31	Paid salaries	15,000
31	Paid rent	2,500

### Section C

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

9. Explain briefly Indian accounting standards from AS 1 to AS 6.

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10. The following is the trail balance of Dhandapani of madras as on 31<sup>st</sup> December 1996.

Debit balance	Rs.	Credit balance	Rs.
Opening stock	6,200	Sales	82,920
Buildings	34,000	Capital	24,000
Furniture	2,000	Bank loan	6,000
Purchase	42,400	Sundry creditors	9,840
Salaries	4,400	Return outwards	840
Rent	1,200	Interest	260
Miscellaneous Expenses	1,000	Dividend	220
Postage	560		
Stationary	520		
Wages	10,400		
Freight on purchases	1,120		
Carriage on sales	1,600		
Repairs	1,800		
Sundry debtors	12,000		
Bad debts	240		
Cash in hand	2,600		
Return inwards	2,040		
	1,24,080		1,24,080

The value of stock on 31-12-1996 was estimated at Rs.5,960. You are required to make the necessary closing entries and prepare Trading and Profit & Loss Account and a Balance sheet as on 31<sup>st</sup> December 1996.

11. A machine purchased on 1.7.2013 at a cost of Rs.14,000 and 1,00 spent on its installation. The depreciation is calculated @ 10% on original cost every year. The books were closed on 31<sup>st</sup> Dec each year. The machine was sold for 9,500 on 31<sup>st</sup> march 2016. Journalise the transaction and prepare machinery account for all the year.
12. Mr. James commenced business as a cloth merchant on 1.1.19 with capital of Rs.10,000. On the same day, he purchased Furniture and Fitting for cash Rs.3,000. From the following particular prepare final account as on 31.12.19.

	Rs.
Sales (including cash of 7,000)	17,000
Purchase (cash purchase 4,000)	15,000
Drawing	1,200
Salaries	2,000
Bad debts	500
Expenses	700

Mr. James took cloth worth 500 for his personal use and paid Rs.200/- to his son but omitted these transaction in the book. On 31.12.19 Sundry Debtors were 5,200; Sundry Creditors were 3,600; Stock on 31.12.19 6,500.

13. On 1.1.1982, Rama Collieries Ltd., leased a piece of land agreeing to pay a minimum rent of Rs.2,000 in the first year , Rs.4,000 in the second year and thereafter Rs.6,000 per annum, merging in to a royalty of 40 paise per tonne, with power to recoup short workings over the first 3 years only. The figures of annual output for the four years to 31<sup>st</sup> December 1985 were 1,000, 10,000, 18,000 and 20,000 tonnes respectively. Record these transactions in the ledger of the company. 20.14

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