

Name:  
Enrolment No:



**UNIVERSITY OF PETROLEUM AND ENERGY STUDIES**  
**End Semester Examination, May 2019**

**Course: Business Accounting**  
**Program: BCA**  
**Course Code: FINC1004**

**Semester: II**  
**Time 03 hrs.**  
**Max. Marks: 100**

**SECTION A [20 Marks]**

Attempt All.		Marks	CO
Q 1	Define business accounting.	4	CO1
Q 2	What is ledger account? Take a small example to show the details.	4	CO1,C O2
Q 3	Enumerate errors not detected by trial balance.	4	CO3
Q 4	What is trading account? Explain with suitable example.	4	CO1,C O2
Q 5	What is a double entry? Discuss with an example.	4	CO1,C O2

**SECTION B [40 Marks]**

Attempt five Questions only.			
Q 6	Discuss the advantages and limitations of accounting?	8	CO1,C O2
Q 7	Bring out clearly the purpose and limitations of trial balance.	8	CO1,C O2
Q 8	What do you understand by trading account? What items are found in trading account?	8	CO1,C O2
Q 9	What do you mean by Profit and Loss account and what are its constituents?	8	CO1,C O3
Q 10	What do you mean by subsidiary books? State the objectives of preparing them.	8	CO2,C O3,CO 4

**OR**

	Distinguish between Journal and ledger. Also outline the purpose of each.	8	CO2,C O3,CO 4
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**SECTION – C [40 Marks]**

Attempt two questions only.

Q 12

On 01-04-2018 Ms. Ann started business with Rs. 1,00,000 and other transactions for the month are:

- 02-04-2018 Purchased furniture for cash Rs.7000/-
- 08-04-2018 Purchased goods for cash Rs.2000 and for credit Rs.1000 from Ms. Kim.
- 14-04-2018 Goods sold to OLA for Rs.12000 and cash sales Rs.5000.
- 18-04-2018 Owner withdrew Rs.2000 for personal use.
- 22-04-2018 Paid Kim Rs.500
- 23-04-2018 Purchase return Rs.200
- 25-04-2018 Sales Return Rs. 1000
- 26-04-2018 Received Rs.10,000 from OLA.
- 30-04-2018 Paid Salaries Expenses Rs.2000

Make the format and Record Journal Entries.

20

**CO2,C  
O4**

Q 13

There are several Mistakes in the Trial Balance of John & Miller (Pvt)Ltd. You are required to identify Errors and make corrective Trail Balance?

**Trial Balance for year ended 31.03.2019**

S.no	Head of Accounts	Ref	Debit (Rs.)	Credit (Rs.)
1.	Owner's Equity			1551
2.	Drawings		560	
3.	Equipments		2850	
4.	Sales			2850
5.	Due from Customer			530
6.	Purchases		1260	
7.	Purchases Return		364	
8.	Bank Loan			996
9.	Creditors		528	
10.	Taxes		720	
11.	Cash in hand		226	
12.	Notes Payable		680	
13.	Inventory			264
14.	Repair		461	
15.	Return Inward			98
Total			7649	6289

20

**CO3,C  
O4**

**OR**

From the following information of M/s Nand Lal & Bros. for the year ending 31<sup>st</sup> march 2019, prepare Trading A/c and Profit & Loss A/c for the year ended 31<sup>st</sup> March 2019.

20

**CO3,C  
O4**

<b>Particular</b>	<b>Rs.</b>	<b>Particular</b>	<b>Rs.</b>
Stock 1.4.2019	5800	Sales	72000
Purchase –Cash	42000	Return Inward	2000
Purchase –Credit	18000	Interest on Investment	1500
Freight inward	1800	Discount Received	1200
Wages	4500	Closing stock	7200
Carriage on Sales	800		
Telephone charges	1600		
Electricity expenses	1200		
Office rent Paid	6000		
Salaries	8000		
Depreciation	1400		

<b>Name:</b>	 <b>UPES</b> <small>UNIVERSITY WITH A PURPOSE</small>
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**End Semester Examination, May 2019**

<b>Course:</b> Business Accounting	<b>Semester:</b> II
<b>Program:</b> BCA	<b>Time:</b> 03 hrs.
<b>Course Code:</b> FINC1004	<b>Max. Marks:</b> 100

**SECTION A [20 Marks]**

Attempt All.		Marks	CO
Q 1	State the meaning of trial balance.	4	CO1
Q 2	What is ledger account?	4	CO1,C O2
Q 3	What is accounting equation?	4	CO3
Q 4	What is a Journal?	4	CO1,C O2
Q 5	What is a single entry?	4	CO1,C O2

**SECTION B [40 Marks]**

Q 6	Discuss the principles of accounting.	10	CO1,C O2
Q 7	What do you understand by profit & loss Account? Provide the pro-forma of the same.	10	CO1,C O2
Q 8	State the objective of preparing a trial balance. Illustrate steps in preparing trial balance.	10	CO1,C O2
Q 9	Discuss the need of preparing balance sheet.	10	CO1,C O3
<b>OR</b>			
	What are financial statements? What information do they provide?	10	CO1,C O3

**SECTION-C [40 Marks]**

Q 10	<p>Enter the following transactions in the books of Supriya, the owner of the business. 2006</p> <table border="1"> <tr> <td>January 8</td> <td>Purchased goods worth Rs.5,000 from Sarita on credit.</td> </tr> <tr> <td>January 12</td> <td>Neha Purchased goods worth Rs.4,000 from Supriya on credit.</td> </tr> <tr> <td>January 18</td> <td>Received a Cheque from Neha in full settlement of her account Rs.3,850. <i>Discount allowed to her Rs.150</i></td> </tr> <tr> <td>January 20</td> <td>Payment made to Sarita Rs.4,900. Discount allowed by him Rs.100.</td> </tr> <tr> <td>January 22</td> <td>Purchased goods for cash Rs.10,000.</td> </tr> <tr> <td>January 24</td> <td>Goods sold to Kavita for Rs.15,000. <i>Trade discount @ 20% is allowed to her.</i></td> </tr> <tr> <td>January 29</td> <td>Payment received from Kavita by Cheque.</td> </tr> </table>	January 8	Purchased goods worth Rs.5,000 from Sarita on credit.	January 12	Neha Purchased goods worth Rs.4,000 from Supriya on credit.	January 18	Received a Cheque from Neha in full settlement of her account Rs.3,850. <i>Discount allowed to her Rs.150</i>	January 20	Payment made to Sarita Rs.4,900. Discount allowed by him Rs.100.	January 22	Purchased goods for cash Rs.10,000.	January 24	Goods sold to Kavita for Rs.15,000. <i>Trade discount @ 20% is allowed to her.</i>	January 29	Payment received from Kavita by Cheque.	20	CO2,C O4																																																																							
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Q 11	<p>There are several Mistakes in the Trial Balance of John &amp; Miller (Pvt)Ltd. You are required to identify Errors and make corrective Trail Balance?</p> <p><b>Trial Balance for year ended 31.03.2019</b></p> <table border="1"> <thead> <tr> <th>S.no</th> <th>Head of Accounts</th> <th>Ref</th> <th>Debit (Rs.)</th> <th>Credit (Rs.)</th> </tr> </thead> <tbody> <tr><td>1.</td><td>Owner's Equity</td><td></td><td></td><td>1551</td></tr> <tr><td>2.</td><td>Drawings</td><td></td><td>560</td><td></td></tr> <tr><td>3.</td><td>Equipments</td><td></td><td>2850</td><td></td></tr> <tr><td>4.</td><td>Sales</td><td></td><td></td><td>2850</td></tr> <tr><td>5.</td><td>Due from Customer</td><td></td><td></td><td>530</td></tr> <tr><td>6.</td><td>Purchases</td><td></td><td>1260</td><td></td></tr> <tr><td>7.</td><td>Purchases Return</td><td></td><td>364</td><td></td></tr> <tr><td>8.</td><td>Bank Loan</td><td></td><td></td><td>996</td></tr> <tr><td>9.</td><td>Creditors</td><td></td><td>528</td><td></td></tr> <tr><td>10.</td><td>Taxes</td><td></td><td>720</td><td></td></tr> <tr><td>11.</td><td>Cash in hand</td><td></td><td>226</td><td></td></tr> <tr><td>12.</td><td>Notes Payable</td><td></td><td>680</td><td></td></tr> <tr><td>13.</td><td>Inventory</td><td></td><td></td><td>264</td></tr> <tr><td>14.</td><td>Repair</td><td></td><td>461</td><td></td></tr> <tr><td>15.</td><td>Return Inward</td><td></td><td></td><td>98</td></tr> <tr><td colspan="3">Total</td><td>7649</td><td>6289</td></tr> </tbody> </table>	S.no	Head of Accounts	Ref	Debit (Rs.)	Credit (Rs.)	1.	Owner's Equity			1551	2.	Drawings		560		3.	Equipments		2850		4.	Sales			2850	5.	Due from Customer			530	6.	Purchases		1260		7.	Purchases Return		364		8.	Bank Loan			996	9.	Creditors		528		10.	Taxes		720		11.	Cash in hand		226		12.	Notes Payable		680		13.	Inventory			264	14.	Repair		461		15.	Return Inward			98	Total			7649	6289	20	CO3,C O4
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Legal charges	1500	Creditors	46000
Plant & Machinery	60000	Interest on investment	5200
Investments	40000	Purchases Return	3800
Opening stock	35000	Bills payable	34000
Sales Returns	2500		
Salaries	12000		
Discount allowed	600		
Carriage Inward	1800		
Wages	21000		
Postage	400		
Debtors	60000		
Interest	1500		
Insurance Premium	1200		
Purchases	80000		
<b>Total</b>	<b>391000</b>		<b>391000</b>
Closing stock as on 31.3.2018 Rs 28000			