

S.NO: 22N1- UC

Course Code: CUA

A.D.M.COLLEGE FOR WOMEN, NAGAPATTINAM

(AUTONOMOUS)

B. Com Degree Examination

I Semester – November – 2022

CC I – PRINCIPLES OF ACCOUNTANCY

Time: 3 hours

Maximum Marks: 75

Section –A

10X2=20

Answer **ALL** the Questions

1. What do you meant by accounting?
2. Define Journal.
3. Why Trading Account is prepared?
4. What is the purpose of preparing final accounts?
5. Define Average Due Date.
6. What do you meant by Account Current?
7. Define Single Entry System.
8. What is bills of exchange?
9. Define Depreciation.
10. Write an alternative term for written down value.

Section -B**5X5=25**Answer **ALL** the Questions

11. a) Accounting conventions are guidelines used to help companies determine how to record certain business transactions that have not yet been fully addressed by accounting standards. With reference to above, Briefly explain the accounting conventions.

(Or)

- b) Mr. Lokesh provides the following particulars on 1st June 2020: Cash in hand Rs. 20,000; Cash at bank Rs. 15,050; Stock Rs. 45,000; Machinery Rs. 30,000; **Debtors** :Nalan Rs. 10,530,Kovalan Rs. 5,500; **Creditors** :Bala Rs. 12,500, Murugan Rs. 45,200; Loan from Abhilash Rs. 5,780. Pass the journal entry and calculate the capital.
12. a) Explain the procedure for preparing the Trading, Profit and Loss Account.

(Or)

- b) Prepare profit and loss account from the following information:

Particulars	Amount	Particulars	Amount
Gross profit	1,00,000	Repairs	1,000
Carriage on sales	1,000	Telephone Expenses	1,040
Rent	1,000	Interest (Dr)	960
General expenses	1,800	Fire Insurance Premium	1,800
Discount to customers	720	Bad Debts	4,200
Interest from bank	400	Apprentice Premium (Cr)	3,000
Travelling expenses	1,400	Printing & Stationaries	5,000
Salaries	1,800	Trade Expenses	600
Commission (Dr)	400		

13. a) From the following information, find out the amount to be taken to income and expenditure account in the year ending 31st March 2013.

Particulars	As on 01.04.2012 Rs	As on 31.03.2013 Rs
Opening Stock	11,200	5,600
Creditors for stationary	3,360	8,400
Amount paid to creditors for stationary	-	56,000

(Or)

- b) Mr. Vijay Kumar accepted the following bills by Mr. Samuel, and wants to make single payment. Find out the average due date

Date of Purchase	Amount of Purchase	Due Date
16.02.2020	6,00,000	19.04.2020
28.02.2020	2,00,000	30.04.2020
03.03.2020	9,00,000	06.05.2020
15.03.2020	3,00,000	18.05.2020

14. a) On 01st January, 2016 Methai sold goods to Renju for Rs.2,00,000 and drew upon him a bill of exchange for 2 months. Renju accepted the bill and returned it to Methai. On the date of maturity the bill was dishonoured by Renju. Record the necessary entries when the bill is discounted by Methai for Rs. 4,000.

(Or)

- b) From the following information obtained from the books of Vishal Traders, Ascertain Credit Sales.

Particulars	Amount
Debtors as on 1 st April 2018	50,000
Debtors as on 31 st March 2019	70,000
Cash Received from debtors	60,000
Discount allowed	1,000
Bills Receivables	30,000
Bad Debts	3,000

15. a) A lease of land was acquired on 01.01.2000 at a cost of Rs. 30,000. It was decided to depreciate it under the annuity method @ 5% interest. Annuity table shows that at 5% Rs.1 over five years is equivalent to Rs. 0.230975 annually. Write up the lease account for five years.

(Or)

- b) A firm purchased a plant for Rs. 90,000 and spent Rs. 10,000 as erection charges. Date of purchase of plant was 1st January 2013. Calculate the amount of depreciation for 2013 at 12% per annum under written down value method. Accounts are closed on 31st March every year.

Section -C

3 X 10 = 30

Answer any **THREE** Questions

16. Journalise the following transactions and prepare the ledger accounts and also prepare a Trail Balance in the book of Mr. Hementh

Date	Particulars	Amount
01.01.2019	Mr. Hementh started business with cash	1,20,000
04.01.2019	Sold goods to Ram for cash	40,000
08.01.2019	Purchase goods for cash	30,000
10.01.2019	Rent Paid	20,000
12.01.2019	Furniture purchased for cash	40,000
14.01.2019	Commission received	10,000
18.01.2019	Salaries paid	30,000
24.01.2019	Telephone Charges paid	10,000
25.01.2019	Travelling Expenses paid	10,000

17. Prepare Trading Account, Profit and Loss and Balance Sheet from the following:

Particulars	Amount	Particulars	Amount
Wages	10,000	Factory expenses	8,000
Purchase	30,000	Furniture	30,000
Opening stock	40,000	Investment	7,000
Buildings	2,00,000	Drawings	10,000
Sundry debtors	34,000	Capital	2,00,000
Bills Receivable	39,000	Sales	1,60,000
Rent	2,500	Sundry Creditors	25,000
Commission	4,500	Bills Payable	30,000

Adjustments:

- i. Interest on capital @ 6% p.a
- ii. Interest on drawings @ 5% p.a
- iii. Depreciation on buildings @ 10% p.a.
- iv. Write off bad debts Rs. 1,000
- v. Wages outstanding Rs. 600
- vi. Closing Stock Rs. 40,000

18. From the following particulars, prepare Receipts and payments account of the National Club for the year ended 31st December 2017.

Particulars	Amount
Cash in hand and at Bank (01.01.2017)	2,700
Subscription for the year	1,400
Subscriptions received in advance	50
Purchase of furniture	200
Printing & Stationary	100
Sundry Expenses	75
Annual function – sale of tickets	600
Expenses of annual function	500
Grants to charitable societies	100
Salary of staff	1,500
Interest on Bank Deposits	100

19. Mrs. Aliya keeps her books on single entry basis. Find out the profit or loss made for the period ending 31st March 2014.

Particulars	01.04.2013 (₹)	31.03.2014 (₹)
Cash	200	300
Bank Balance	3,500 (Cr)	4,500 (Dr)
Stock	3,000	4,000
Sundry Debtors	8,500	7,600
Furniture	10,000	10,000
Sundry Creditors	15,000	18,000
Plant	20,000	20,000

Mrs. Aliya had withdrawn Rs. 10,000 for her personal use and had introduced additional capital of Rs. 4,000. A provision of 5% on debtors is necessary. Write off depreciation on plant at 10% and furniture at 15%.

20. A company purchased a machinery on 1st April 2011 for Rs. 1,20,000. On 1st October 2012, it purchased another machinery for Rs. 30,000. On 1st October 2013, it sold off the first machine purchased on 1st April 2011 for Rs. 84,000. On the same date, it purchased another machinery for Rs. 75,000. Accounts are closed every year on 31st march. Depreciation is written off @ 10% per annum on original cost. Pass the journal entries, prepare machinery account and depreciation account for three years.

~~~~~