

4/16

0601N1474

Candidate's Seat No : _____

IMBA/BI/IB/APR Sem.-1 (Repeaters) Examination

FA

January-2024

Time : 2-30 Hours]

[Max. Marks : 70

- Instructions :** (1) This paper contains **FIVE** questions.
(2) All questions are compulsory.
(3) Question No.2, 3, 4 have internal options.
(4) Figures in the right side in parenthesis indicate marks.

- Q:1** What do you mean by accounting? Explain how is accounting useful to different users of accounting information. (14)
- Q:2** Classify the following into Personal/Real/Nominal accounts: (14)
- | | |
|------------------------------------|--------------------------------|
| 1. Building account | 2. Capital account |
| 3. Debtors account | 4. Commission account |
| 5. Shares of X company account | 6. Purchases account |
| 7. Mayur's account | 8. Gold-Silver account |
| 9. Income-tax account | 10. Patent account |
| 11. Loan given to A's account | 12. Outstanding salary account |
| 13. Fire insurance premium account | 14. Discount allowed account |

OR

- Q:2** What do you mean by computerized accounting? Explain the difference between manual accounting and computerized accounting. (14)
- Q:3** Explain the following: (14)
1. Going concern concept
 2. Principle of disclosure
 3. Business entity concept
 4. Principle of conservatism

OR

- Q:3** Manan has the following transactions. Explain the two fold effects of the same: (14)
1. Business started with cash ₹1,75,000.
 2. Purchased goods from Rohit ₹50,000.

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3. Sold goods of ₹20,000 to Manan on credit.
4. Purchased furniture for office use ₹10,000.
5. Cash received from Manan ₹20,000.
6. Purchsed goods on credit ₹20,000.
7. Salary paid ₹1,000.

Q:4 (A) Explain the following: (07)

1. Capital expenditure
2. Revenue expenditure
3. Deferred revenue expenditure

(B) Discuss types of accounts with examples. Also state the rules of debit and credit for all of them. (07)

OR

Q:4 From the following balances as on 31/12/23 of Shri Jethalal and the adjustments given below, prepare necessary final accounts and Balance sheet for the year ending 31/12/23: (14)

Particulars	Amount(₹)	Particulars	Amount(₹)
Purchases	92,940	Machinery	30,000
Purchase returns	4,240	Bank overdraft	15,690
Sales	1,49,860	Cash in hand	300
Sales returns	2,860	Discount received	210
Capital	1,00,000	Bad debts	1,400
Drawings	7,600	Bad debts reserve	3,240
Rent received	400	Rent and insurance	1,000
Opening stock	11,460	Agent's commission	9,870
Salary and wages	6,580	Stationery expenses	1,480
Land	10,000	Office expenses	2,910
Bills receivable	2,240	Interest received	1,700
Debtors	61,400	Carriage inward	2,310
Building	32,000	Railway freight	16,940
Creditors	20,000	Furniture	3,500
		Dividend	1,000

Adjustments:

1. Closing stock ₹ 20,000
2. Write off ₹1,400 as bad debts and maintain BDR @ 5%.
3. Outstanding salary ₹14,000.
4. Depreciate Building and machinery @ 5% and Furniture @10%.
5. Outstanding rent ₹20,000.

Q:5 Select the correct option from given options for the following: **(14)**

1. According to money measurement concept, which of the following will be recorded in the books of accounts?
 - A. Extraordinary profits of the business
 - B. Commission payable to salesmen
 - C. Paid cash to debtors
 - D. All of the above
2. Which of the following equation is correct?
 - A. $\text{Assets} = \text{Capital} + \text{Liabilities}$
 - B. $\text{Liabilities} = \text{Assets} + \text{Capital}$
 - C. $\text{Capital} = \text{Assets} + \text{Liabilities}$
 - D. $\text{Liabilities} = \text{Assets} + \text{Capital}$
3. Which of the following items will be shown in Trading Account?
 - A. Creditors
 - B. Rent paid
 - C. Wages
 - D. Commission received
4. From the given items, which is a part of current assets?
 - A. Closing stock
 - B. Bank overdraft
 - C. Debentures
 - D. Creditors
5. Accounting provides data or information on:
 - A. Income and cost for the managers
 - B. Financial conditions of the business
 - C. Company's tax liability for the year
 - D. All of the above
6. Copyrights and goodwill are an example of which of the following?
 - A. Current assets
 - B. Fixed assets
 - C. Investments
 - D. Intangible assets
7. Drawings account is which type of account?
 - A. Personal account
 - B. Real account
 - C. Nominal account
 - D. None of the above
8. Which of the following is/are user/s of accounting information?
 - A. Board of directors
 - B. Shareholders
 - C. Lenders
 - D. All of the above

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9. Which of the following items will be shown in Profit & Loss account?
- A. Rent paid
 - B. Closing stock
 - C. Opening stock
 - D. Debtors
10. Which of the following is an advantage of computerized accounting?
- A. High speed
 - B. High reliability
 - C. High accuracy
 - D. All of the above
11. Insurance expenses paid to bring equipment from the place of purchase to the place of installation is a type of:
- A. Nominal account
 - B. Real account
 - C. Personal account
 - D. None of the above
12. General reserve is shown in:
- A. Profit & loss account
 - B. Asset side of balance sheet
 - C. Liabilities side of balance sheet
 - D. None of the above
13. Which of the following is a provision?
- A. Depreciation fund
 - B. Pension fund
 - C. Bad debts reserve
 - D. All of the above
14. Debtors are an example of which type of account?
- A. Personal account
 - B. Real account
 - C. Nominal account
 - D. All of the above

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