

IMBA Sem.-1 Examination
DSC-C-IMBA-112
Understanding Company A/C
January-2024

Time : 2-00 Hours]

[Max. Marks : 50

Instruction:

- 1) The figures on right hand side indicates marks.
- 2) Use of calculators is **Allowed**

Q1. Journalise the following transactions.

[10 marks]

2022 Aug.	1	Shri Akshay started his business with Cash Rs 90,000.
	3	Paid cash into Bank of Maharashtra Rs 80,000.
	6	Purchased furniture from Mohan and issued him a cheque Rs 10,000.
	9	Credit purchase from Sohan Rs 20,000.
	10	Returned goods to Sohan Rs 200.
	13	Credit sales to Amit Rs 6,000 less 2% Trade Discount.
	15	Amit returned goods of Rs 588.
	17	Goods taken by Akshay for his personal use Rs 500.
	18	Paid postage Rs 200 and Electricity bill Rs 900.
	20	Sent a Telegram of Rs 30 to Sohan to supply goods of Rs 9,000 immediately.
	21	Purchased Laptop & Printer of Rs 41,000 from Keshav & Co. and paid him cash Rs 21,000
	27	Paid insurance premium on life of Akshay of Rs 4,000.
	29	Paid Telephone Deposit for new telephone connection by cheque Rs 4,000.
	31	Audit fees paid by cheque Rs 4,500.

Or

Q.1(A). Explain the process of Accounting.

[05 marks]

Q.1(B).What is meaning of Accounting? Explain Objectives of Accounting.

[05 marks]

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Q2.Prepare Trading and profit and loss Account and balance sheet on M/s Royal Traders from the following balance as on March 31, 2023. [10 marks]

Debit Balance	Rs.	Credit Balance	Rs.
Stock	20000	Sales	245000
Cash	5000	Creditors	10000
Bank	10000	Bills Payable	4000
Carriage on purchase	1500	Capital	200000
Purchase	190000		
Drawings	9000		
Wages	55000		
Machinery	100000		
Debtors	27000		
Postage	300		
Sundry Expenses	1700		
Rent	4500		
Furniture	35000		

Closing Stock Rs.8000.

Or

Q2(A)write note on Tally Software System. [05 marks]

Q.2(B). Explain Usefulness of computers in Accounting. [05 marks]

Q:3. The details of Shreenath company are as under: [10 marks]

Beside the details mentioned above, the opening stock was of Rs.325000. Taking 360 days of the year. Calculate the following ratio.

- (i) Gross profit ratio
- (ii) Stock turnover ratio
- (iii) Current ratio
- (iv) Liquidity ratio
- (v) Debtors ratio
- (vi) Creditors ratio
- (vii) Proprietary ratio

Particulars	Rs.	Particulars	Rs.
Equity share capital	2000000	Fixed assets	5500000
10% preference share capital	2000000	Stock	175000

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Reserve	1100000	Debtors	350000
10% Debenture	1000000	Bills receivable	50000
Creditors	100000	Cash	225000
Bank Overdraft	150000	Fictitious assets	100000
Outstanding expenses	5000		
Bills payable	45000		
	<u>6400000</u>		<u>6400000</u>

Sales (40% cash sales)	1500000
Less: cost of sales	750000
Gross profit	750000
Less: Office Expenses(including interest on debentures)	125000
Less : Selling Expenses	125000
Profit before taxes	500000
Less: Taxes	250000
Net profit	250000

OR

Q.3(A) Profit volume ratio 50%

Margin safety 40%

Sales Rs.5000000

Calculate BEP sales and profit on sales of Rs.5000000.

Q.3(B). The following are the details of Nishi Ltd:

Year	Sales	Profit/Loss
2021	5000000	-750000 Loss
2022	10000000	750000 Profit

[05 marks]

[05 marks]

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Find above information calculate:

- (i) P.V ratio
- (ii) Fixed cost
- (iii) Break even sales.

Q.4.What is Meaning of Tax? Explain different types of Tax. [10 marks]

OR

Q.4(A). Explain different types of GST. [05 marks]

Q.4(B). Discuss brief on different Heads of income as per income tax Act 1961. [05 marks]

Q.5 Choose the following (MCQs) attempt any 10 out of 14 [10 Marks]

1. The art of recording all business transactions in a systematic manner in a set of books is called _____.

- | | |
|---------------|-----------------|
| A Accounting | C Ledger |
| B Bookkeeping | D None of these |

2. The person, firm, or institution who does not pay the price in cash for the goods purchased or the services received is called _____.

- | | |
|--------------|-----------------|
| A Creditor | C Debtor |
| B Proprietor | D None of these |

3. Which of the following is a cash transaction?

- A Sold goods
- B Sold goods to Mr. R
- C Sold goods to Mr. S on credit
- D Sold goods to Mr. T on account

4. The mathematical expression defining the comparative relationship between assets and liabilities of any person, institution, or business concern is called.

- | | |
|-----------------------|-----------------|
| A Accounting | C Bookkeeping |
| B Accounting equation | D None of these |

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5. _____ is the shortcut to create contra voucher in Tally.

A F4

B F5

C F6

D F2

6. _____ is the shortcut for sales voucher in Tally.

A F8

B Alt +F4

C Ctrl +F9

D Alt +F5

7 Prepaid expenses are shown in _____.

A Liability side

B Asset side

C Assets or Liability side

D None of the above

8 Carriage outward is an example of:

A Direct Expenses

B Indirect expenses

C Direct income

D Indirect income

9 Two basic measures of liquidity are _____.

A Current ratio and Quick ratio.

B Gross Profit ratio and Operating ratio.

C Current ratio and Average collection period.

D Inventory turnover and Current ratio.

10 ABC Company extends credit terms of 45 days to its customers. Its credit collection would be considered poor if its average collection period was

A 57 days

B 30 days

C 36 days

D 40 days

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11 GST was implemented in India from

- A 1st January 2017
- B 1st April 2017

- C 1st March 2017
- D 1st July 2017

12 Assessment year can be a period of:

- A More than 12 months
- B Only 12 months

- C Less than 12 months
- D None of these

13 Who is Tax payer?

- A Assesse
- B Businessman

- C Trust
- D Farmer

14 Tax at source will be deducted at _____ on winnings from lotteries.

- A 30%
- B 40%

- C 10%
- D 20%

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