

**B.Sc. (Foot wear Technology)
(BSCFWT)**

Term - End Examination

June, 2013

00972

BFW-045 : BASIC ACCOUNTING

Time : 3 Hours

Maximum Marks : 70

Note : All the questions are compulsory.

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1. Journalise the following transactions : 5
- (a) Purchased goods from Dubey & company on credit of Rs. 10000/-
 - (b) On obtaining delivery goods, it was found that the goods have been damaged to the extent of Rs. 1000.
 - (c) Mukesh & company admitted the claim to the extent of Rs. 800.
2. Journalise the following transactions. Also state the nature of each account involved in the journal entry. 10
- (a) Dec, 1, 1990 Avishen start business with cash Rs. 40,000/-
 - (b) Dec. 3 He paid the bank Rs. 2000.
 - (c) Dec. 5 He purchased goods for cash Rs. 15000.
 - (d) Dec 8 He sold goods for cash Rs. 6000.
 - (e) Dec. 10 He purchased furniture and paid by cheque Rs 5000.
 - (f) Dec 12 He sold goods to Arvind Rs. 4000.

- (g) Dec 14. He purchased goods from Amrit Rs. 10000/-
- (h) Dec 15. He returned goods to Amrit Rs. 5000/-.
- (i) Dec 16 He received from Arvind Rs. 3960 in full settlement.
- (j) Dec 18 He withdraws goods for personal use Rs. 1000.
- (k) Dec 20 He withdraws cash from business for personal use Rs. 2000.
- (l) Dec 24 He paid telephone charges Rs. 1000.
- (m) Dec 26 Cash paid to Amrit in full settlement Rs. 4900.
- (n) Dec 31 Paid for stationery Rs. 200, rent Rs. 500 and salaries to staff Rs. 2000.
- (o) Dec 31 Goods distributed by way of free samples Rs. 1000/-
3. What is double entry system of accounting ? Differentiate between Book keeping and Accounting. 5
4. What is Depreciation ? What are the different methods of charging depreciation ? 5
5. X & company purchased a machinery on 1st January 2001 for Rs. 18000 and spent Rs. 2000 for its erection Depreciation is written off @ 10% p.a on original cost. On 30th June 2003, the machine has become obsolete and sold for Rs. 8000. Prepare the machine a/c from 2001 to 2003. Assuming the company closes its account on 31st Dec 2003. 5

6. The following is the Trial Balance of Kamal enterprises for the year ended 31st December 2004. You are required to prepare profit and loss Account and Balance sheet after taking into account the adjustments given below. 20

Trial Balance

Dr.		Cr	
Particulars	Rs.	Particulars	Rs.
Cash in hand	500	Sales	1,50,300
Cash at Bank	1200	Purchase Return	5000
office furniture	6000	Accounts Payable	12000
Accounts Receivables	15000	Bills Payable	8000
Commission	1200	Discounts received	1000
Bills Receivable	3500	Dividend received	2000
Power & Fuel	6000	Rent received	3500
Plant & Machinery	24000	Capital	27000
office expenses	2000		
Carriage inwards	1200		
Carriage outwards	3500		
Rent Rates & taxes	1700		
Lease hold premises	25000		
wages	30000		
Salaries	7000		
Opening inventory	12000		
Sales returns	2000		
Purchases	60000		
Drawings	7000		
	2,08,800		2,08,800

Adjustments

- (a) closing inventory as on Dec. 31.2004
Rs. 18000,
- (b) Depreciate plant and Machinery @ 10%

- (c) Salaries outstanding Rs. 1000, power and fuel outstanding Rs. 2000.
- (d) Rs. 5000 was spent on plant and Machinery but wrongly included in wages.
- (e) Provide bad and doubtful debts Rs. 1500.
- (f) Discount earned but not received Rs. 100.
- (g) Commission due but not recorded Rs. 200.
- (h) Rent received in advance included Rs. 500.

7. Compile cash book with discount column from the following transaction for the month of March 2004.

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- 1.3.2004 Mr. Ganesh commenced business with cash Rs. 65000
- 3.3.2004 Bought goods for cash Rs. 6850
- 4.3.2004 Paid Mr. Mohan cash Rs. 950, discount allowed thereon Rs. 50
- 6.3.2004 Deposited in Bank Rs. 40000
- 6.3.2004 Paid for office furniture in cash Rs. 4650
- 9.3.2004 Sold goods for cash Rs. 30000
- 12.3.2004 Paid wages by cash Rs. 1200
- 13.3.2004 Paid for stationery Rs. 400
- 15.3.2004 Sold goods for cash Rs. 25000
- 17.3.2004 Paid for miscellaneous expenses Rs. 450.
- 19.3.2004 Received cash from Mr. Tilak Rs. 4850. Allowed him discount Rs. 150

- 21.3.2004 Purchased a radio set Rs. 2500 for personal use.
- 22.3.2004 Paid salary Rs. 4000.
- 25.3.2004 Paid rent Rs. 900
- 28.3.2004 Paid electricity bill Rs. 350
- 29.3.2004 Paid advertising expense Rs. 400
- 31.3.2004 Paid into bank Rs. 25000

8. Write short notes on the following :

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- (a) Good will
 - (b) Copyright
 - (c) Patent
 - (d) Trade marks
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