

B.Sc. FOOTWEAR TECHNOLOGY (BSCFWT)

00227 Term-End Examination

June, 2017

BFW-045 : BASIC ACCOUNTING

Time : 3 hours

Maximum Marks : 70

Note : Questions no. 1 and 2 are **compulsory**. Attempt any **three** questions from the rest (questions no. 3 to 6).

1. Write short notes on any **four** of the following :

4×5=20

- (a) Separate Entity Concept
- (b) Copyright
- (c) Accrued Income
- (d) Journal Paper
- (e) Money Measurement Concept
- (f) Patent

2. Analyse the entries for the following statements

(any **ten**) :

10×2=20

- (a) Purchased goods from Dubey & Company on credit of ₹ 10,000.
- (b) Paid ₹ 250 in cash as wages on installation of a machine.
- (c) Goods worth ₹ 5,000 given as charity.

- (d) Received interest on loan from the debtor, ₹ 150.
- (e) On obtaining delivery of goods, it was found that the goods have been damaged to the extent of ₹ 1,000.
- (f) Goods worth ₹ 25,000 were distributed as free samples.
- (g) Provide interest on capital ₹ 50,000 at 6% per annum for six months.
- (h) Borrowing from a friend.
- (i) Purchased furniture.
- (j) Purchased goods for cash.
- (k) Purchased goods from shopkeeper on credit.
- (l) Sold goods for cash.

3. Journalise the following transactions in the books of a trader : $10 \times 1 = 10$

- (a) Dec. 1 – Avik starts a business with cash ₹ 40,000.
- (b) Dec. 3 – He paid the bank ₹ 2,000.
- (c) Dec. 5 – He purchased goods for cash ₹ 15,000.
- (d) Dec. 8 – He sold goods for cash ₹ 15,000.
- (e) Dec. 10 – He purchased furniture and paid by cheque ₹ 5,000.
- (f) Dec. 12 – He sold goods to Arvind, ₹ 4,000.
- (g) Dec. 14 – He purchased goods from Amrit, ₹ 10,000.

- (h) Dec. 15 – He returned goods to Amrit, ₹ 5,000.
- (i) Dec. 16 – He received from Arvind ₹ 3,960 in full settlement.
- (j) Dec. 18 – He withdraws goods for personal use ₹ 1,000.
- (k) Dec. 26 – Cash paid to Amrit in full settlement ₹ 4,900.
- (l) Dec. 31 – Paid for stationery ₹ 200, rent ₹ 500 and salaries to staff ₹ 2,000.
4. What is the double entry system of accounting ? Differentiate between Book-keeping and Accounting. 10
5. What do you understand by “Rectification of Errors” ? What are the different types of errors ? Explain with the help of examples. 10
6. Prepare a three column cash book and comment 10

July 1	Cash Balance	₹ 10,000.
	Bank Balance	₹ 50,000
July 5	Cash Received from Sale of Shares	₹ 1,00,000
July 7	Paid Jyoti by cheque	₹ 8,000
July 21	Drawn from Bank	₹ 5,000
July 30	Paid into Bank	₹ 6,000