

B.Sc. FOOTWEAR TECHNOLOGY (BSCFWT)

Term-End Examination

June, 2015

00080

BFW-045 : BASIC ACCOUNTING

Time : 3 hours

Maximum Marks : 70

Note : All questions are compulsory.

1. What are the various kinds of Accounts ? What are the Golden rules of these Accounts ? How would you classify the following Accounts : 10
 - (a) Depreciation
 - (b) Mohan (a partner of a firm)
 - (c) 2's (a creditor)
 - (d) Bank Loan
 - (e) Bank

2. Prepare Accounting equations from the following : 10
 - (a) Started business with cash ₹ 1,00,000 and goods ₹ 40,000
 - (b) Bought goods for cash ₹ 30,000 and credit for ₹ 20,000
 - (c) Paid salaries ₹ 5,000
 - (d) Received rent from tenants ₹ 1,000
 - (e) Withdrew cash for personal use ₹ 5,000.

3. What do you understand by "Rectification of Errors" ? What are the different types of errors ? Explain with the help of an example. 10
4. Journalise the following transactions : 10
- (a) Goods worth ₹ 25,000 were distributed as free samples.
 - (b) Goods worth ₹ 5,000 and cash ₹ 4,000 were stolen by an employee.
 - (c) Provide interest on capital (₹ 50,000) at 6% for 6 months.
 - (d) ₹ 1,000 due from Hari is a bad debt.
 - (e) Paid rent by cheque of ₹ 10,000.
5. Prepare a three-column Cash Book : 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 of ₹ 8,000
- July - 21 Drawn from Bank ₹ 5,000
- July - 30 Paid into Bank ₹ 6,000
6. Rectify the following errors : 10
- (a) A credit sale of ₹ 527 to John was recorded as ₹ 725
 - (b) Purchase Book was undercast by ₹ 1,000
 - (c) X was paid cash ₹ 5,600 but Y was debited by ₹ 5,000
 - (d) ₹ 120 owing by a customer had been omitted from the list of debtors.
 - (e) Sales return was overcast by ₹ 5,000

7. How will you adjust the following into PSC A/c : 10

Bad Debt	₹ 3,000
Provision for Bad Debt	₹ 1,500
Sundry Debtors	₹ 22,700

Adjustment :

- (a) ₹ 700 in a further Bad Debt
 - (b) Make 10% provision on Sundry Debtors
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