

B.Sc. FOOTWEAR TECHNOLOGY (BSCFWT)

Term-End Examination

December, 2017

00171

BFW-045 : BASIC ACCOUNTING

Time : 3 hours

Maximum Marks : 70

Note : Attempt **all** questions. All questions carry equal marks.

1. What do you mean by Accounting Concepts ?
Explain any two of them. 10

2. (a) Distinguish between Journal and Ledger.
(b) Enumerate the causes of difference in the
balance of Cash book and Pass book. 5+5

3. (a) What do you understand by Sinking Fund
Method ? Explain it briefly.
(b) Discuss the merits and demerits of Straight
Line Method. 5+5

4. What do you understand by Cost of Goods Sold ?
Explain briefly with suitable examples. 10

5. What is the significance of Profit and Loss account ? Explain with suitable examples. 10
6. Discuss the usefulness of the following ratios : $5 \times 2 = 10$
- (a) Inventory Ratio
 - (b) Operating Ratio
 - (c) Price Earning Ratio
 - (d) Creditors Turnover Ratio
 - (e) Debtors Turnover Ratio
7. What do you mean by Accounting Ratios ?
Explain the principles of ratio selection. 10
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