



KERALA AGRICULTURAL UNIVERSITY

B. Sc. (Hons.) C & B 2017 Admission

II Semester Final Examination- August-2018

mgt.1203

Financial Accounting I (1+2)

Marks: 50

Time: 2 hours

(10x1=10)

I Fill in the blanks:

- 1 "Business is distinct from owner". This isconcept.
- 2 Withdrawal of money by the owner is not an expense, but a reduction of.....
- 3 Outstanding rent account is a account.
- 4 Periodical total purchases day book is posted to theside of the purchases account in the ledger.
- 5 discount is reduction in catalogue price.
- 6liabilities are obligations which are to be satisfied within one year.
- 7 Bank charges increase balance in pass book.
- 8 expenditure is intended to benefit current period.
- 9bills are always discounted.
- 10 When drawing up a bank reconciliation statement, if you start with a credit balance as per pass book, cheques issued but not presented must be.....

II Write Short notes on ANY FIVE of the following

(5x2=10)

- 1 Write a note on cost concept
- 2 Give the classification based rules for debit and credit
- 3 How will you post sales book?
- 4 Write a note on Imprest system
- 5 What are contra entries? When do they arise?
- 6 Give the advantages of double entry system
- 7 State the need for preparation of bank reconciliation statement

III Answer ANY FIVE of the following

(5x4=20)

- 1 Draw up a trial balance using imaginary accounts and figures.
- 2 Explain the annuity method of depreciation
- 3 What are subsidiary books? Mention any three of them with specimens.
- 4 What are the errors disclosed by trial balance?
- 5 "Writing ledger accounts is more a mechanical work while journalising is an intelligent job"- Explain

P.T.O

- 6 Vipin draws a bill of exchange for ₹ 15000 for two months on Nithin who accepts it and returns it to vipin. On the due date the bill is dishonored and vipin got it noted and protested by paying ₹ 100 as noting charges.

Pass journal entries in the books of parties concerned.

- 7 Mr. Kumar has maintained his accounts on self-balancing system. From the following information, prepare necessary adjustment accounts in the respective ledgers.

	₹
Debtors balance on 1.4.2017 (Dr.)	40,000
Credit sales to debtors	1,50,000
Cash received from debtors	80,000
Bills accepted by debtors	50,000
Bills dishonoured by debtors	10,000
Discount allowed to debtors	2000
Sales returns from debtors	15,000

IV Write an essay on ANY ONE of the following (1x10=10)

- 1 What do you mean by GAAP? Explain the various accounting concepts and conventions.
- 2 What do you mean by Final accounts? Explain the components of final accounts.
