

BFS CC1: FUNDAMENTALS OF ACCOUNTING

Duration: 2 Hours

Max. Marks: 60

Instructions:

- Figures to the right indicate maximum marks.
- Start each question on a fresh page
- Question One is compulsory
- Answer any Four from question 2 to question 6

Q.1. Answer any five of the following:

(5*4=20)

- Bank Reconciliation Statement
- Voucher
- Users of accounting information
- Indian Accounting Standards
- Income Statement
- Financial Statements

Q.2. Journalize the following transactions in the books of Arman Ltd. dealing in textiles and prepare a Cash ledger account. (10 Marks)

DATE	TRANSACTIONS
1/12/2022	Commenced business with cash Rs.100000
15/12/2022	Purchased goods from Banin and Co. on credit Rs.30000
20/12/2022	Bought a asset from LT and Co. on cash basis Rs.90000
21/12/2022	Cash withdrawn from bank for personal use Rs.5000
22/12/2022	Shirts given as charities Rs.3000
23/12/2022	Returned to Banin and Co. goods Rs. 1000
26/12/2022	Paid the amount to Viraj and Co. Rs.5000
28/12/2022	Paid salary to staff Rs. 20000

Q.3. From the following particulars make cash book of ABB Cement Ltd. for the month of November, 2022. (10 Marks)

January 3: Received Rs. 20000 in cash as a loan from a friend.

January 5: Paid Rs.5000 for office rent in cash.

January 10: Sold goods for cash, Rs.12000.
 January 15: Paid Rs.3000 in cash for office supplies.
 January 18: Received Rs.8000 cash from a debtor.
 January 20: Paid Rs.4000 in cash for advertising expenses.
 January 25: Withdrew Rs.7000 in cash for personal use.
 January 28: Collected Rs.6000 cash from a customer.
 January 29: Cash sales Rs. 37000; Credit sales Rs. 10800.

Q.4. From the following information of Hindustan Aeronautics (HA) Ltd, you are required to prepare Balance Sheet in vertical format for the year ended 31-03-2020: (10 Marks)

Particulars	Amount (Rs.)
Equity Share Capital	200000
Other Expenses	74000
Sundry Creditors	26000
Bank Loan borrowed	100000
Rent Received	60000
Short term Loan sanctioned by HA Ltd.	10000
Non Current Investments	48000
Sundry Debtors	40000
Finance Cost	10000
Inventories	3000
Sales	190000
Reserves & Surplus	115000
Salaries	12000
Other Income	1000
Plant and Machinery	330000
Cash in Hand	10000

Q.5. What is Depreciation Accounting? Explain any 5 methods of Depreciation Accounting. (10 Marks)

Q.6. 'Concepts are those basic assumptions and conditions which act as base for accountancy'. Explain. (10 Marks)