

QP Code: D 123512		Total Pages: 2	Name:
			Register No.
SECOND SEMESTER (CUFYUGP) DEGREE EXAMINATION, APRIL 2025			
B.Com/B.Com Professional			
COM2FM106 (3) / COP2FM106 (3) - Foundations of Accounting			
2024 Admission onwards			
Maximum Time :1.5 Hours		Maximum Marks :50	
Section A			
All Questions can be answered. Each Question carries 2 marks(Ceiling : 16 Marks)			
1	State with reasons whether the following are capital or revenue expenditure: (i) Freight and cartage on the new machine Rs. 150, and erection charges Rs. 500. (ii) Fixtures of the book value of Rs. 2,500 sold off at Rs. 1,600 and new fixtures of the value of Rs. 4,000 were acquired. Cartage on purchase Rs. 100. (iii) A sum of Rs. 400 was spent on painting the factory		
2	What are the advantages of accounting ?		
3	What are "Drawings" in accounting?		
4	Define the Accrual Basis of Accounting		
5	What are Real Accounts ? Provide examples		
6	What are long term liabilities ? Give examples		
7	What are the different types of accounting vouchers?		
8	Explain the concept of balancing a ledger account		
9	Define depreciation. Why is it necessary in accounting?		
10	Write the nature of Written Down Value (WDV) method of depreciation		
Section B			
All Questions can be answered. Each Question carries 6 marks(Ceiling : 24 Marks)			
11	Prepare an Accounting Equation from the following transactions in the books of Mr. X for January, 2015 :- 1 Invested Capital in the firm Rs. 20,000 2 Purchased goods on credit from Das & Co. for Rs. 2,000 4 Bought plant for cash Rs. 8,000 8 Purchased goods for cash Rs. 4,000 12 Sold goods for cash (Cost Rs. 4,000 + Profit Rs. 2,000) Rs. 6,000. 18 Paid to Das & Co. in cash Rs. 1,000 22 Received from B. Banerjee Rs. 300 25 Paid salary Rs. 6,000 30 Received interest Rs. 5,000 31 Paid wages Rs. 3,000		
12	Write up a single column Cash Book of Mr. Y for the month of 2015 April 1. Balance in hand Rs. 5,000 4. Sold goods to Mr. Z on credit Rs. 3,000 6. Sold goods for Cash Rs. 1,000		

	8. Purchased goods on credit from Mr. P for Rs. 3,000 12. Paid to Mr. P for Rs. 2,000 and Received Discount Rs. 200 15. Returned goods to Mr. P for Rs. 800 20. Goods Returned by Mr. Z for Rs. 300 25. Z settled his account for Rs. 2,500 26. Paid salary by cheque for Rs. 1,000 30. Received interest for Rs. 1,000																								
13	A machine is purchased for Rs. 7,00,000. Expenses incurred on its cartage and installation Rs. 3,00,000. Calculate the amount of depreciation @ 20% p.a. according to Straight Line Method for the first year ending on 31st March, 2015, if this machine is purchased on: (a) 1st April, 2014 (b) 1st July, 2014 (c) 1st October, 2014 (d) 1st January, 2015																								
14	Which are the sources of accounting information ?																								
15	Define financial statements and explain their importance.																								
Section C																									
Answer any ONE.Each Question carries 10 marks(1x10=10 Marks)																									
16	Differentiate between capital and revenue expenditure with examples.																								
17	Following are the ledger balances presented by M/s. P. Sen as on 31st March 2015, prepare Trading Account <table><tr><th>Particulars</th><th>Amount</th><th>Particulars</th><th>Amount</th></tr><tr><td>Stock (1.4.2014)</td><td>10,000</td><td>Sales</td><td>3,00,000</td></tr><tr><td>Purchase</td><td>1,60,000</td><td>Return Inward</td><td>16,000</td></tr><tr><td>Carriage Inwards</td><td>10,000</td><td>Return Outward</td><td>10,000</td></tr><tr><td>Wages</td><td>30,000</td><td>Royalty on Production</td><td>6,000</td></tr><tr><td>Freight</td><td>8,000</td><td>Gas and Fuel</td><td>2,000</td></tr></table> <p>Additional Information: (1) Stock on 31.3.2015: (i) Market Price Rs. 24,000; (ii) Cost Price Rs. 20,000; (2) Stock valued Rs. 10,000 were destroyed by fire and insurance company admitted the claim to the extent of Rs.6,000. (3) Goods purchased for Rs. 6,000 on 29th March, 2015, but still lying in-transit, not at all recorded in the books. (4) Goods taken for the proprietor for his own use for Rs. 3,000. (5) Outstanding wages amounted to Rs. 4,000. (6) Freight was paid in advance for Rs. 1,000</p>	Particulars	Amount	Particulars	Amount	Stock (1.4.2014)	10,000	Sales	3,00,000	Purchase	1,60,000	Return Inward	16,000	Carriage Inwards	10,000	Return Outward	10,000	Wages	30,000	Royalty on Production	6,000	Freight	8,000	Gas and Fuel	2,000
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