

Exam. Code : 110103

Subject Code : 2688

Bachelor of Vocation (Banking & Financial Services)

3rd Semester

BASIC ACCOUNTING FOR FINANCIAL

MANAGERS + TALLY

Paper—BVC-303

Time Allowed—Three Hours] [Maximum Marks—40

SECTION—A

Note :—Attempt any **EIGHT** parts of this question. Each part should not exceed **5** lines. Each question carries **1** mark.

1. Explain any **EIGHT** parts of the following :
 - (a) Internal users of accounting information
 - (b) Convention of Materiality
 - (c) Contra Entry
 - (d) Differentiate between personal and nominal account.
 - (e) Annuity method
 - (f) Capital Profit
 - (g) Objects of charging depreciation

- (h) Subsidiary books
- (i) Differentiate between trading and manufacturing account.
- (j) Treatment of manager commission.

SECTION—B

Note :—Attempt any **TWO** questions from this section.
Answer to each question should not exceed
5 pages. Each question carries **8** marks.

- 2. What do you mean by financial accounting ? Discuss its nature and scope.
- 3. What is meant by concepts and conventions ? Explain in detail any four accounting concepts along with their implications.
- 4. Explain the principles of double entry system of book keeping. Give its main advantages.
- 5. Enter the following transactions of January in Cash Book with Cash and Bank account columns only and post in the ledger :

Jan. 1 Mr. Ashish commenced business with Rs. 3,000 borrowed from Mr. Sant.

Jan. 4 Paid for the purchase of goods Rs. 1,500 and carriage Rs. 20.

- Jan. 5 Sold goods to Charanjit Rs. 1,500 on Credit.
- Jan. 9 Received from Charanjit Rs. 1,200 in part payment of goods purchased by him and allowed him a discount Rs. 50.
- Jan. 12 Paid Rs. 25 as railway freight on goods purchased by Tara Chand on his account.
- Jan. 15 Paid for stationery Rs. 30 and advertisement Rs. 12.
- Jan. 16 Remitted to Harichand Rs. 200 in full settlement of his account Rs. 210.
- Jan. 19 Cash Sales for the day Rs. 800.
- Jan. 20 Mr. Lal Kishan settled his account of Rs. 500 deducting Rs. 30 as discount.
- Jan. 25 Sundry Cash purchases Rs. 750. *
- Jan. 26 Forwarded Mr. Chand Ram the amount of his account Rs. 300 less discount allowed Rs. 12.
- Jan. 28 Discharged debts of Ajay Ltd. Rs. 860 at a discount of 5%.
- Jan. 30 Withdrew for personal expenses Rs. 75.
- Jan. 31 Paid salaries Rs. 200.
- Jan. 31 Paid rent Rs. 120.

SECTION—C

Note :— Attempt any **TWO** questions from this section.

Answer to each question should not exceed

5 pages. Each question carries 8 marks.

6. Discuss the important provisions governing the preparation of statement of profit and loss account of a company.
7. What do you understand by Marshalling of Balance Sheet ? Explain the methods of marshalling the Balance Sheet.
8. Discuss the procedure of creation of new company in Tally ERP 9.0. Explain with the help of example.
9. From the following particulars prepare Trading and Profit & Loss Account for the year 2015 and Balance Sheet as on 31-12-2015 ;

| Particulars | Dr. Rs. | Cr. Rs. |
|-----------------------|---------|---------|
| Building | 45,000 | |
| Machinery | 22,000 | |
| Furniture | 10,000 | |
| Bank | 25,000 | |
| Cash | 3,000 | |
| Loan (Since 1-1-2015) | | 30,000 |

| Particulars | Dr. Rs. | Cr. Rs. |
|---------------------------|----------------|----------------|
| Capital | | 52,000 |
| Debtor/Creditor | 55,000 | 40,000 |
| Opening Stock | 12,000 | |
| Purchase>Returns | 2,31,000 | 3,000 |
| Rent | 6,000 | |
| Establishment Expenses | 12,000 | |
| Bill Payable | | 8,000 |
| Salaries | 15,000 | |
| Electricity Charges | 2,800 | |
| Phone Charges | 2,200 | |
| Sales | | 3,22,000 |
| General Insurance Premium | 1,000 | |
| Bad Debts | 2,000 | |
| Bill Receivable | 4,000 | |
| Printing | 2,500 | |
| Freight | 1,500 | |
| Trade Charge | 3,000 | |
| | 4,55,000 | 4,55,000 |

Adjustments :

Stock on 31-12-2015 was Rs. 15,000. Provide depreciation on Building @ 5% and Machinery @ 10%. During the year goods worth Rs. 4,000 were lost by fire, Insurance Company admitted claim of Rs. 2,500. Create 5% provision for bad debts on debtor. Goods worth Rs. 1,200 were used for household purpose. Interest on Loan @ 10% is due for the year.