



Reg. No.: .....

Name:.....



**University of Kerala**

First Semester Degree Examination, November 2024

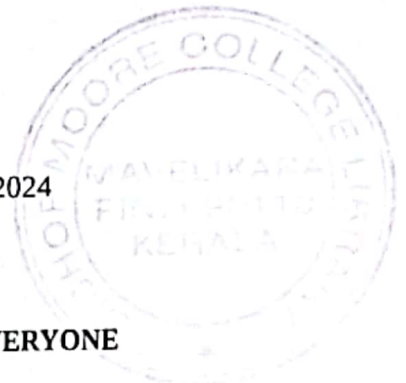
Four Year Under Graduate Programme

Multi Disciplinary Course

**COMMERCE**

**UK1MDCCOM100 - ACCOUNTING FOR EVERYONE**

Academic Level: 100-199



**Time:1½ Hours**

**Max. Marks: 42**

**Part A.**

**Answer All Questions Objective Type. 1 Mark Each.**

**(Cognitive Level: Remember/Understand)**

**6 Marks. Time: 6 Minutes**

QN. NO.	QUESTION	COGNITIVE LEVEL	COURSE OUTCOME
1	Choose the statement that best explains the concept of liability A) Resources owned by the business B) Expenses of the business C) Obligations of the business D) Owner's claims on the business	Remember	CO -1
2	Identify the accounting concept reflecting the assumption that a business will continue to operate indefinitely a) Going concern b) Prudence c) Historical cost d) Consistency	Remember	CO -2
3	Choose financial statement that provide information about the financial position of a company at a specific point in time a) Income statement b) Statement of cash flows c) Balance Sheet d) Fund flow statement	Understand	CO- 5
4	Choose the term that represent one, who owes money to the business a) Creditor b) Debtor c) Investor d) Purchaser	Understand	CO 1
5	In accounting, capital represents: a) Total expense of a business b) Money borrowed from banks c) The owner's investment in the business d) The revenue generated by the business	Understand	CO 1

6	As per revenue recognition concept, revenue is deemed to be realized: a) When the purchase order is received from the purchaser b) When goods are delivered to the purchaser c) When the title of the goods has been transferred to the purchaser d) When cash is received from the purchaser	Understand	CO 2
---	---	------------	------

**Part B.**

**Answer All Questions, Short Answer. 2 Marks Each**

**(Cognitive Level: Understand/Apply)**

**8 Marks. Time: 24 Minutes**

Q.NO.	QUESTION	COGNITIVE LEVEL	COURSE OUTCOME
7	'Journal is a book of prime entry, whereas ledger is a secondary record' - Explain	Understand	CO 3
8	'Accounting is the language of business' - Comment	Understand	CO 1
9	Calculate gross profit from the following information: Opening stock. Rs. 16,000 Purchase Rs. 40,000 Purchase Return Rs. 1,500 Direct expense Rs. 3,000 Sales 78,000 Rs Sales returns, Rs. 2,400 Closing stock, Rs. 13,000	Apply	CO 5
10	Compute cost of goods sold from the given data: Opening stock, Rs. 16,000 Purchase Rs. 40,000 return outwards, Rs. 1,500 Direct expense Rs. 3,000 Sales Rs. 78,000 Returns Inwards 2,400 Closing Stock, Rs. 13,000	Apply	CO 5

**Part C.**

**Answer all 4 Questions, choosing among options within each question.**

**Long Answer. 7 marks each.**

**(Cognitive Level: Understand/Apply/Analyse) 28 Marks. Time: 60 Minutes**

Q.NO.	QUESTION	COGNITIVE LEVEL	COURSE OUTCOME
11. A	Journalise the transactions: 2023 January 1. Rajesh commenced business with cash Rs. 17,000 2. Paid into bank Rs. 4,000 3. Bought machinery for cash Rs. 4,000 4. Purchased furniture for Rs. 1,700, from Anil. 5. Purchased goods for cash Rs. 4,000 6. Paid for postage and stationery Rs. 450 7. Goods used for personal use Rs. 2,000	Apply	CO 3

**OR**

OR																											
11. B	Enter the following transactions in a double column cash book of Nikhil 2023 June 1: opening balance: Cash in hand 19,000 Cash at bank 4,3000 3. Purchase goods for cash Rs. 1,200 5. Sold goods for cash Rs. 3,000 7. Paid to Ram by Cheque, Rs. 2250 10 Received a cheque from Sam and deposited in to bank Rs. 3100 13. Deposited cash in to bank Rs.1500 16. Purchased stationery Rs. 150 19. Received commission Rs. 350 21. Withdrew cash from bank 750 23. Paid rent by cheque Rs. 450 25. Drew cash from bank for domestic use Rs. 600 27. cash sales Rs. 2400 28. Withdrew cash for Domestic Use Rs. 300	Apply	CO 3																								
12. A	List and explain different types of accounting errors. Examine how they affect the agreement of trial balance	Analyse	CO 4																								
OR																											
12 B	Prepare a Trial Balance with imaginary figures with not less than 14 items representing at least one item for asset, liability, equity, expense, and revenue.	Analyse	CO 4																								
13. A	Explain 'GAAP'. Examine the major concepts of accounting used for recording and reporting of financial data of business.	Understand	CO 2																								
OR																											
13 B	Explain the rules for debit and credit in different category of account groups with the help of examples for asset, liability, equity, expense, and revenue.	Understand	CO 2																								
14. A	Prepare a Trial balance and Income Statement using data extracted from the books of Mr. Ram as on December 31, 2023. Use suspense account if necessary. <table><tr><th>Particulars</th><th>Amount in Rs.</th></tr><tr><td>Capital</td><td>54,000</td></tr><tr><td>Stock (1/4/2022)</td><td>9,500</td></tr><tr><td>Machinery</td><td>18,000</td></tr><tr><td>Purchase</td><td>19,500</td></tr><tr><td>Sales</td><td>30,750</td></tr><tr><td>Purchase return</td><td>630</td></tr><tr><td>Sales return</td><td>490</td></tr><tr><td>Direct wages</td><td>1,100</td></tr><tr><td>General expense</td><td>590</td></tr><tr><td>Discount</td><td>385</td></tr><tr><td>Drawings</td><td>700</td></tr></table>	Particulars	Amount in Rs.	Capital	54,000	Stock (1/4/2022)	9,500	Machinery	18,000	Purchase	19,500	Sales	30,750	Purchase return	630	Sales return	490	Direct wages	1,100	General expense	590	Discount	385	Drawings	700	Apply	CO 5
Particulars	Amount in Rs.																										
Capital	54,000																										
Stock (1/4/2022)	9,500																										
Machinery	18,000																										
Purchase	19,500																										
Sales	30,750																										
Purchase return	630																										
Sales return	490																										
Direct wages	1,100																										
General expense	590																										
Discount	385																										
Drawings	700																										



	Salaries	1,100		
	Carriage inwards	530		
	Vehicles	14,000		
	Furniture	2400		
	Sundry Creditors	4,035		
	Sundry Debtors	3,950		
	Cash in hand	540		
	Cash at bank	15,340		
	Insurance	850		
	Commission	410		
	Rent	850		

OR

OR

14. B	Using the given data and additional information, prepare financial statements of Asma Traders as on 31st March, 2017.																																																		
	<table><tr><th>Particulars</th><th>Amount (Rs)</th></tr><tr><td>Purchase</td><td>80,000</td></tr><tr><td>Drawings</td><td>6000</td></tr><tr><td>Sales</td><td>1,20,000</td></tr><tr><td>Opening stock</td><td>20,000</td></tr><tr><td>Sundry creditors</td><td>35,000</td></tr><tr><td>Sundry debtors</td><td>46,000</td></tr><tr><td>Purchase returns</td><td>2000</td></tr><tr><td>Sales returns</td><td>1500</td></tr><tr><td>Commission (Cr)</td><td>6900</td></tr><tr><td>Wages</td><td>7000</td></tr><tr><td>Carriage inwards</td><td>2000</td></tr><tr><td>Carriage outwards</td><td>1000</td></tr><tr><td>Salaries</td><td>10,000</td></tr><tr><td>Rent (Cr)</td><td>3400</td></tr><tr><td>Bills payable</td><td>16,000</td></tr><tr><td>Bank overdraft</td><td>9500</td></tr><tr><td>Cash in hand</td><td>4300</td></tr><tr><td>Building</td><td>80,000</td></tr><tr><td>Furniture</td><td>23,000</td></tr><tr><td>Bad debts</td><td>2000</td></tr><tr><td>General expense</td><td>4000</td></tr><tr><td>Insurance</td><td>6000</td></tr><tr><td>Capital</td><td>1,00,000</td></tr></table>	Particulars	Amount (Rs)	Purchase	80,000	Drawings	6000	Sales	1,20,000	Opening stock	20,000	Sundry creditors	35,000	Sundry debtors	46,000	Purchase returns	2000	Sales returns	1500	Commission (Cr)	6900	Wages	7000	Carriage inwards	2000	Carriage outwards	1000	Salaries	10,000	Rent (Cr)	3400	Bills payable	16,000	Bank overdraft	9500	Cash in hand	4300	Building	80,000	Furniture	23,000	Bad debts	2000	General expense	4000	Insurance	6000	Capital	1,00,000		
Particulars	Amount (Rs)																																																		
Purchase	80,000																																																		
Drawings	6000																																																		
Sales	1,20,000																																																		
Opening stock	20,000																																																		
Sundry creditors	35,000																																																		
Sundry debtors	46,000																																																		
Purchase returns	2000																																																		
Sales returns	1500																																																		
Commission (Cr)	6900																																																		
Wages	7000																																																		
Carriage inwards	2000																																																		
Carriage outwards	1000																																																		
Salaries	10,000																																																		
Rent (Cr)	3400																																																		
Bills payable	16,000																																																		
Bank overdraft	9500																																																		
Cash in hand	4300																																																		
Building	80,000																																																		
Furniture	23,000																																																		
Bad debts	2000																																																		
General expense	4000																																																		
Insurance	6000																																																		
Capital	1,00,000																																																		
	<b>Additional information:</b> a) Closing stock was valued at Rs. 45,000. b) Salary amounts to Rs.2000 are outstanding c) Insurance prepaid Rs.800.	Apply	CO 5																																																