

**ANNAI VIOLET ARTS AND SCIENCE COLLEGE
DEPARTMENT OF BUSINESS ADMINISTRATION**

**CONTINUOUS INTERNAL ASSESSMENT – II (ODD SEM.)
SUBJECT: Financial Accounting**

**Class : I B.Com ISM
Max.Marks : 75**

**Date : 1.11.22
Sub. Code: BS21A**

**PART A (10 × 2 = 20 Marks)
Answer any TEN questions**

1. Write two objectives of financial accounting?
2. What are the rules of accounting?
3. Define Financial Accounting?
4. What is meant by accounting process?
5. What is Ledger?
6. What do you mean by Asset and Liability?
7. What is Balance sheet?
8. Define Depreciation?
9. What is rectification of Error?
10. Write about BRS?
11. Write about error of omission?
12. What is double entry system?

**PART B – (5 × 5 = 25 Marks)
Answer any FIVE questions**

13. Journalize the following?
 - Commenced business with cash Rs. 10000
 - Paid salary for staff Rs.500
 - Sold good for Kannan for Rs.5000
 - Purchase from Ganesh Rs.1000
14. Write about the objectives of accounting?
15. State down the golden rules of Accounting.
16. Describe the need and preparation of BRS (Bank reconciliation Statement)
17. What are the types of Error?
18. Need of Financial accounting

19. What is Performa of double entry system

**PART C – (3 × 10 = 30 Marks)
Answer ANY THREE questions**

20. Explain scope of accounting?

21. Prepare balance sheet as on 20.12.2022

Bills Payable	3000	Furniture and Fixtures	20000
Plant and Machinery	100000	Accrued Income	2000
Prepaid Expense	1000	Outstanding Expenses	1000
Income received in Advance	2000	Bills Receivables	2000
Sundry Debtors	100000	Sundry Creditors	99000
Bank Overdraft	100000	Investments in shares of X Ltd	100000
Long term Loan from Bank	100000	Closing Stock	85000
Capital	200000	Good Will	10000
Land	10000	Building	100000
Drawings	10000	Net Profit	50000
Cash in Hand	5000	Cash in Bank	10000

22. From the following receipts and payments prepare an income and expenditure accounts for the year 31.12.1983

Jan 01 To Opening Balance			
Cash	1000	By Buildings	15000
Bank	100	By Rent	700
Dec 31 To Donations	20000	By Furniture	1500
To Cricket	200	By Salaries	600
To Life Member fees	400	By Tennis	500
To Subscription	1800	By Gardening	100
To Interest on Investment	50	By Printing	50
To Cricket	150	By Telephones	175
To Tennis	400	By Advertisements	100
To Playing Cards	300	By Playing Cards	200
To Sale of old Newspaper	125	By Investments	8000
To Sundries	100	By Balance C/D	900
	28025		28025

Outstanding Were: Subscription Rs.400, Interest on investments Rs.150, Salaries Rs.200, Rent Rs.200, Subscriptions received in advance for the year 1994 were Rs.1000.

23. Prepare Final account Performa of a sole trading concern?
24. What is the importance of financial accounting?