

Roll No.

Total No. of Pages : 02

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B.Sc. (IT) (Sem.-4)  
**BASIC ACCOUNTING**  
M.Code : UGCA-1961  
Subject Code : 79441  
Date of Examination : 11-07-22

Time : 3 Hrs.

Max. Marks : 60

**INSTRUCTIONS TO CANDIDATES :**

1. SECTION-A is **COMPULSORY** consisting of **TEN** questions carrying **TWO** marks each.
2. SECTION-B contains **SIX** questions carrying **TEN** marks each and students have to attempt any **FOUR** questions.

**SECTION-A**

**1. Write briefly :**

- a. Explain three merits of double entry system.
- b. What is the difference between expenses and expenditure?
- c. How sales book differ from cash book?
- d. Define different types of errors.
- e. Discuss in detail benefits of bank reconciliation statement.
- f. Define Assets and Liabilities.
- g. Define networking capital.
- h. What do you mean by concepts of accounting?
- i. How you define GAAP?
- j. Define computer.

## SECTION-B

2. Business transactions of Mr. A for the month of Jan.1998.
- a. 1<sup>st</sup> January, 1998 A started business with cash Rs.20,000/-
  - b. 3<sup>rd</sup> January, 1998 Goods purchased for cash Rs.6,000/-
  - c. 5<sup>th</sup> January, 1998 Goods purchased from S Rs.4,000/-
  - d. 7<sup>th</sup> January,1998 Goods sold for cash Rs.2,000/-
  - e. 10<sup>th</sup> January, 1998 Goods sold to B Rs.6,000/-
  - e. 12<sup>th</sup> January, 1998 Cash paid to S Rs.2,000/- module -1 Business Environment Notes  
69 Basic Accounting Principles diploma in insurance services
  - f. 17<sup>th</sup> January, 1998 Cash received from B Rs.4,000/-
  - g. 23<sup>rd</sup> January, 1998 Paid wages Rs.100/-
  - h. 25<sup>th</sup> January, 1998 Furniture purchased from R Rs.400/-
  - i. 28<sup>th</sup> January, 1998 Paid for interest Rs.200/-
  - j. 31<sup>st</sup> January, 1998 Paid salaries Rs.200/-

Pass the journal entries for the above transactions in the Books of Mr. A.

3. Define the concept of accounting. Discuss in detail the nature, need and importance of generally accepted accounting principles. Discuss in detail concepts and principles of accounting.
4. Define computers. What are the different forms software used in different organizations? Discuss in detail objectives, advantages and disadvantages and applications of computers in accounting.
5. Enter the following transactions in a appropriate Subsidiary Books of Ramesh for the month of January 2009 :

<b>Date</b>	<b>Transactions</b>	<b>Rs.</b>
Jan. 1	Sold goods to Ram	5,000
Jan. 5	Purchased goods from Hari Ram	2,000
Jan. 15	Returned goods to Hari Ram	500
Jan. 25	Ram Returned Goods	800

6. Company A's bank statement dated Dec. 31, 2011 shows a balance of Rs. 24,594.72. The company's cash records on the same date show a balance of Rs. 23,196.79. Following additional information is available :
- a. Following cheques issued by the company to its customers are still outstanding :
- |                           |            |
|---------------------------|------------|
| No. 846 issued on Nov. 29 | Rs. 320.00 |
| No. 875 issued on Dec. 26 | Rs. 49.21  |
| No. 878 issued on Dec. 29 | Rs. 275.00 |
| No. 881 issued on Dec. 31 | Rs. 186.50 |
- b. A deposit of Rs. 400.00 made on Dec. 31 does not appear on bank statement.
- c. An NSF cheque of Rs. 850 was returned by the bank with the bank statement.
- d. The bank charged Rs. 50 as service fee.
- e. Interest income earned on the company's average cash balance at bank was Rs. 1,237.22.
- f. The bank collected a note receivable on behalf of the company. Amount received by the bank on the note was Rs. 550. This includes Rs. 50 interest income. The bank charged a collection fee of Rs. 10.
- g. A deposit of Rs. 430 was incorrectly entered as Rs. 340 in the company's cash records. Prepare a bank reconciliation statement using the above information.
7. Define working capital. Discuss in detail objectives of working capital. Discuss its detail operating cycle approach to working capital and cash management.

**NOTE : Disclosure of Identity by writing Mobile No. or Marking of passing request on any paper of Answer Sheet will lead to UMC against the Student.**