

B.Com. Semester-III Examination, 2022-23**COMMERCE [Programme]****Course ID : 31210 Course Code : BCOMP/304/SEC-1****Course Title : Financial Accounting-I**

Time : 2 Hours

Full Marks : 40

*The figures in the right-hand margin indicate marks.**Candidates are required to give their answers in their own words as far as practicable.*

1. Answer any **five** questions: 2×5=10
 - i) What is Depreciation?
 - ii) Give any two examples of cash transaction.
 - iii) What is adjustment entry?
 - iv) What do you mean by Compensating error?
 - v) What is Bank Reconciliation statement?
 - vi) What is capital expenditure?
 - vii) What is contra entry?
 - viii) Give any two examples of revenue expenditure.
2. Answer any **four** questions: 5×4=20
 - i) Distinguish between Straight line method and Diminishing balance method of Depreciation.
 - ii) State the different types of expense involved in consignment.

- iii) Distinguish between Joint Venture and Partnership.
- iv) What are the characteristics of bill of exchange?
- v) Prepare a Bank Reconciliation Statement from the following particulars:
 Bank balance as per pass book Rs.15000/-
 Cheque deposited into the bank but no entry was passed in the Cash book Rs.1500/-
 Cheque received but not sent to bank Rs.1200/-
 Credit side of bank column cast short Rs.200/-
 As per standing instruction, Insurance premium directly paid by the bank Rs.600/-
 Bank charges entered twice in the cash book Rs.40/-
- vi) On 01.01.2022 Arup purchased goods from Bisu for Rs.10,000/- on 3 months credit. On 01.04.2022 Arup endorsed a bill for Rs.8000/- (which was received from M) in favour of Bisu and paid the balance in cash. The due date of the bill is 01.06.2022. Immediately after receipt, Bisu discounted the bill with the banker @ 12% p.a.

The bill was honoured on the due date. (Bisu was not charged any interest from 01.01.2022 to 01.04.2022.). Show journal entries in the books of Bisu.

3. Answer any **one** question: $10 \times 1 = 10$
- i) a) Explain, in brief, the errors not disclosed by Trial Balance. 5
- b) From the following particulars of Rameswar Trading Co., prepare a trading account for the year ended 31.12.2021:
Opening Stock Rs.4500/- (01.01.2021),
Credit purchase Rs.20500/-, Cash purchase Rs.4500/.Purchase return Rs.500/-, Freight on goods purchased Rs.1500/-, Carriage on purchase Rs.2800/- Wages Rs.7500/-, Electricity Rs.1000/-, Fuel Rs.270/-, Salary Rs.5000/-, Sales - credit Rs.45000/- and cash Rs 15700/-, sales return Rs.3700/-, Insurance on purchase of goods Rs.150/- Closing Stock Rs.8850/-.
- 5
- ii) Samir of Shimla sent 100 Tab Set to Kanu of Kolkata on consignment basis. The cost price of each set is Rs.5000/. Samir paid Rs.100 for cartage, Rs.1500/- for railway freight and

Rs.400/- for transit insurance premium. Kanu paid Rs 600/- godown rent and sundry expenses Rs.400/-. Kanu sold 90 sets of Tab @ Rs.5400/- per set. He was entitled to receive 4% ordinary commission and 1% del-credere commission. Kanu could not realise the sale price of 5 set of Tab from the customers. The net amount due from Kanu was received in time.

Prepare the Consignment Account, and Kanu A/c in the books of Samir.
