



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.C.A. & B.SC. DEGREE EXAMINATION – COMPUTER APPLI. & STATS

SECOND SEMESTER – NOVEMBER 2016

CO 2104 - FINAN.A/C & FINANCIAL STATEMENT ANALYSIS

Date: 16-11-2016
Time: 01:00-04:00

Dept. No.

Max. : 100 Marks

SECTION-A

Answer ALL the questions:

10 x 2 =20

1. What are Subsidiary Books?
2. What is Bank Reconciliation Statement?
3. What is Imprest System of petty cash?
4. What is a Cash Flow Statement?
5. Fill in the blanks:
 - a) ----- is a written document in support of a transaction.
 - b) The book that records all small payments is called -----.
6. True or False:
 - a) Debit Balance means debit side is heavier than credit side.
 - b) The ledger is a book of original entry.
7. Find out the rate of depreciation under original cost method.

Cost of asset	Rs.20,000
Scrap Value	Rs.2,000
Estimated life of asset	20 years
8. Prepare a Single Column Cash Book

2010 April 1 Commenced Business	Rs.25,000
3 Cash Purchases	Rs.12,000
5 Sold goods for cash	Rs. 6,700
7 Paid Babu	Rs. 4,000
9. Prepare Trial Balance
Capital Rs.40,000; Purchases Rs.25,000; Wages Rs.10,000;
Purchase Returns Rs.2,000; Machinery Rs.20,000; Creditors Rs.13,000.
10. Choose the correct answer:
 - a) The debts owing to others by the business concern is known as -----.
 - a) Expenses b) Debtors c) Liabilities
 - b) The pass book of the account holder is a copy of -----
 - a) The bank columns in the cash book of the account holder.
 - b) The relevant account in the books of the bank.
 - c) The cash columns in the cash book of the customer.

SECTION-B

Answer any FOUR questions:

4 X 10 = 40

11. Explain the Advantages of Cash flow Statement?
12. The following errors were found in the books of Prabhu. Give the necessary entries to rectify it.
 - a) Salary of Rs.10, 000 paid to Murali has been debited to his personal account.
 - b) Repairs made were debited to building account for Rs.500.
 - c) Rs.2,000 received from Shanthi & Co. has been wrongly entered as from Shakila & Co.
 - d) An amount of Rs.5,000 withdrawn by the proprietor for his personal use has been debited to trade expenses account.

13. Enter the following transactions in Ram Kumar Cash Book with Cash and discount Columns.

		Rs.
1992 Aug1	Cash Balance	1,755
3	Cash Sales	3,200
8	Paid David	1,475
	Discount allowed by him	25
14	Sold goods to Mohammed on credit	1,840
17	Cash withdrawn for personal expenses	250
18	Bought goods from Chandra on credit	1,430
21	Paid Rent	500
24	Paid into bank	2,175
26	Cash received from Mohamed	1,800
	Allowed him discount	40
31	Cash withdrawn from bank	1,650

14. The Harish Sports Club for the year 31.12.2010 is given below prepare Income and Expenditure Account.

Cash Summary

	Rs.		Rs.
To Balance b/d	240	By Salary	360
To Entrance fees	50	By Maintenance of grounds (Includes Rs.30 for 2011)	240
To Subscription (Includes Rs.50 for 2011)	870	By Wages of Groundsmen (Includes Rs.15 for 2011)	210
To Proceeds of Test Match	150	By Ground Rent	15
To Interest on Investments (Includes Rs.10 for 2011)	50	By Printing and Postage	20
		By Sundry Repairs	18
		By Balance c/d	497
	1,360		1,360

15. On 1st July 2008, a firm purchased an Machinery Account on Rs.2,50,000. On 31st December 2010 the machinery purchased on 1st July 2008 having become obsolete was sold off for Rs. 1,65,000. The firm provides depreciation at 10% per annum on written down value on 31st December every year. Show Machinery Account.

16. Enter the following transactions in proper subsidiary books.

1994 Nov 1	Bought goods from Sumathi ,Trade Discount 10%	Rs. 2,000
2	Sold goods to Vikram , Trade Discount 5%	Rs. 1,000
3	John sold goods to us	Rs. 1,000
8	Sundari bought goods from us	Rs. 1,000
12	Received goods returned by Vikram	Rs. 80
18	We returned goods to Sumathi	Rs. 50
25	Returned goods to John	Rs. 100
30	Sold goods to Sekar	Rs. 600

17. (a) Explain the advantages of Triple Column cash book.

(b) Mention the different kinds of cash book.

18. Explain the different kinds of subsidiary books.

SECTION-C

Answer any TWO questions:

2 x 20 = 40

19. The following are the balances extracted from the books of Mrs. Hari as on 31-12-2008. Prepare Trading, Profit and Loss and Balance Sheet.

Trial Balance as on 31-12-2008

Particulars	Rs.	Particulars	Rs.
Drawings	4,000	Capital	20,000
Cash in Hand	1,700	Sales	16,000
Cash at Bank	6,500	Sundry Creditors	4,500
Wages	1,000		
Purchases	2,000		
Stock (1-1-2008)	6,000		
Buildings	10,000		
Sundry Debtors	4,400		
Bills Receivable	2,900		
Rent	450		
Commission	250		
General Expenses	800		
Furniture	500		
	40,500		40,500

The following adjustments are to be made:

- i. Closing Stock was Rs 4,000
- ii. Provide 10% depreciation on building and 5% on furniture.
- iii. Wages yet to be paid Rs.100
- iv. Rent pre-paid Rs.50

20. Enter the following transactions in the Journal and post them in the Ledger.

		Rs.
1994 June 1	Karthikeyan started business with	1,00,000
2	Purchased goods from Mohan	50,000
3	Sold goods for cash	20,000
5	Paid Mohan	35,000
8	Returned goods to Mohan	500
10	Sold goods to Velu	15,000
15	Purchased goods from Vadivel	20,000
20	Velu returned goods	300
25	Sold goods to Munusamy	10,000
28	Paid Vadivel	18,000
29	Paid Stationery	300
31	Paid Salaries	1,500
31	Received Commission	2,000

21. Enter the following transactions in the Three Column Cash Book of Mr. Joseph.

	Rs.
1995 Feb. 1 Cash in Hand	12,500
Cash at Bank	16,000
3 Paid into Bank	1,200
5 Purchased Furniture by Cheque	4,000
9 Cash Purchases	1,000
13 Received from Manoj	1,180
Discount Allowed	20
15 Cash Sales	8,200
16 Cash withdrawn from bank	4,850
17 Paid Senthil Rajan by cheque	1,850
Discount allowed by him	50
20 Paid into Bank	800
22 Withdrew cheque for personal use	750
24 Received cheque from Banu and deposited into bank	1,815
Allowed him discount	35
25 Somu our customer has paid directly into our Bank account	3,210
27 Paid Rent by cheque	650
28 Received Interest	1,000
30 Paid Insurance	500

22. Explain the users and the need for accounting information.
