

GUJARAT TECHNOLOGICAL UNIVERSITY**BE- Ist /IInd SEMESTER–EXAMINATION – MAY/JUNE - 2012****Subject code: 123305****Date: 04/06/2012****Subject Name: Basic Account****Time: 10:30 am – 01:00 pm****Total Marks: 70****Instructions:**

1. Attempt any five questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.
4. Each question carry equal marks

Q.1 (a) Journalize the transactions given below in the books of Kohli. **14**
2009

- April 1 Kohli starts business with Rs. 2,00,00. Kohli opens account with bank and deposits Rs. 1,80,000.
2 Kohli purchases furniture, Rs. 8,500 and typewriter, Rs. 15,000. Payment made by cheque.
3 Goods purchased from M/s. Rao and Murty on credit, Rs. 56,000.
4 Goods purchased from M/s. Khan & Singh for cash, Rs. 11,000.
5 Goods sold on credit to M/s. Mohan Lal & co., Rs. 15,000.
6 Goods sold on credit to M/s. Basu & Co., Rs. 28,000.
7 Paid for office stationary, Rs. 2,500.
8 paid rent for April, Rs. 2,000.
9 Installed neon sign at a cost of Rs. 10,000. Paid for postage stamps, Rs. 100.
10 Received cash from M/s. Mohanlal & Co., Rs. 14,700 allowed the discount, Rs. 300.
11 Issued cheque for Rs. 55,000 in full settlement to M/s. Rao and Murty.
12 Deposited Rs. 12,000 with bank.
13 Received bill for two table fans, Rs. 3,000 from M/s. Electrician Bros.
15 Once electric fan stolen.
16 paid insurance premium, Rs. 4,500 by cheque.

Q.2 (a) From the following transaction, prepare bank and discount columnar cash book in the books of kishana traders: **07**
2003

- June 1 opening bank overdraft Rs.10,000
8 Goods of Rs. 6000 sold of Vijay at 10% trade discount towards that she gave a cheque, which is deposited, in the bank.
15 Cheque of Rs. 4000 issued to Raghunath in full settlement of account of Rs. 4040.
16 salary of Rs. 1000 Paid by cheque.
21 Pushpa has given a cheque of Rs. 11025 towards amount payable of Rs. 11050 in full settlement of account.
24 Goods of Rs. 3000 sold to rani at 10% trade discount and 10% cash discount. Rani made the payment immediately by cheque. Cheque is immediately deposited in the bank.
28 Loan of Rs. 1500 given to Mukund by cheque.
28 Cheque issued by Pushpa is dishonored.

- (b) Explain the objectives of accounting. 07

OR

- (b) Explain the term 07
 1. Capital 2. Drawings 3. Liability 4. Assets 5. Creditors
 6. Cash discount 7. Purchase return

- Q.3** (a) Prepare columnar purchase book in the Shri Kirit Stores from the 14

following transactions. Shri Kiritbhai Shah deals in tables, chair and sofas.

2002.

Oct-1 Purchased 10 tables, 40 chairs and 5 sofas from Ketan Furniture Mart on two months' credit under Invoice No. 110. Rate: Tables at Rs. 1000 per piece. Trade discount is 5%.

Oct-7 Purchased from Siddharth Stores, 5 tables at Rs. 800 per piece and 20 chairs at Rs. 200 per piece at 10% trade discount with one months' credit under Bill No. 114.

Oct- 8 Purchased from Rupal Stores 10 chairs at Rs. 150 per piece and 4 sofas at Rs. 1500 per piece under Bill No. 1145. Paid half of the amount immediately by cheque.

Oct-13 Purchased from Ashini Furniture Mart 5 tables and 10 chairs at Rs. 700 per piece and Rs. 150 per piece respectively. Paid amount by cash immediately.

Oct-18 Purchased a machine from Kadambari Corporation for Rs. 50,000 on three months' credit.

Oct- 24 Placed an order with Chintan Furniture Mart for supply of 10 tables, 10 chairs and 10 sofas. Order was placed to supply tables at Rs. 900 per piece, chairs at Rs. 175 per piece and sofas at Rs. 1200 per piece.

Oct- 25 Chintan Furniture Mart supplied goods as per order.

OR

- Q.3** (a) Explain the advantage of accounting. 07
 (b) Write a short note on passbook 07

- Q.4** (a) The following balances have been taken from the books of Shri Chintan as on 31-3-2004. Prepare a trial balance in the form of an account from the balance. 14

Name of the Account	Rs.	Name of the Account	Rs.
Capital	24,000	Loan borrowed	600
Drawings	1000	Provident fund	500
Bank balance	7000	Contribution to provident fund	160
Cash Balance	2400	Purchase	14,000
Discount allowed	200	Sales	18,400
Discount received	140	Purchase returns	700
Furniture	900	Sales Return	1100
Stationery expense	200	Rent	300
Advertisement expense	240	Interest received	100
Creditors	4320	Debtors	7020
Stock of goods	10,000	Salary	400
Machinery	3600	Travelling expense	240

OR

- Q. 4** (a) Write down the limitation of accounting. **07**
(b) Write down the advantages of subsidiary books **07**

- Q.5** (a) From the trial balance of Tanvi as on 31-03-2004 and additional information, prepare final account. **14**

Debit balances	Amount	Credit balances	Amount
Drawings	5000	Capital	30,000
Purchases	29,500	Sales	57,000
Stock(1-4-2003)	10,000	Purchase return	2500
Carriage inward	1000	Interest	950
Sales return	2000	Discount	400
Goodwill	5000	Commission	1000
Salary	6000	Dividend	150
Cash balance	1925	Bank loan	10,000
Wages	3000	Bills payable	5000
Advertisement Exp.	1500	Creditors	11,500
Office Exp.	500		
Salesman comm.	1000		
Interest on bank loan	750		
Building	15,000		
Rent	2125		
debtors	12,500		
Carriage outward	500		
Insurance premium	200		
Bank balance	5500		
Furniture	10,000		

Adjustment: 1. Closing stock is of 20,000 out of which market value of good of Rs. 5000 is 10% more. 2. Salary of Rs.250 is outstanding while insurance premium of Rs.750 is paid in advance. 3. Commission accrued is Rs. 100 while interest of Rs.450 is received in advances. 4. Calculate 5% depreciation on building and 10% depreciation on furniture. 6. Interest on capital is to be calculated at 10% and interest on drawings is to be taken at Rs. 250.

OR

- Q.5** (a) Explain the difference between trial balance & balance sheet. **07**
(b) Define depreciation & characteristics of depreciation. **07**
