

Seat No.: _____

Enrolment No. _____

GUJARAT TECHNOLOGICAL UNIVERSITY

BVOC - SEMESTER I – EXAMINATION – WINTER 2021

Subject Code:1112201

Date:19/03/2022

Subject Name:Fundamentals of Accounts

Time:10:30 AM TO 12:30 PM

Total Marks:50

Instructions:

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.
4. Simple and non-programmable scientific calculators are allowed.

	Marks
Q.1 (a) Define the following Terms with example	05
(1) Assets	
(2) Liabilities	
(3) Receipts	
(4) Payments	
(5) Profit	
(b) Give Journal Entries for following transactions in the books of Mr. Sameer	05
(1) Purchase of Furniture worth INR 15,000 for Cash from Ramesh Stores	
(2) Sales made to Mr. Ram for INR 20,000 on 30 days Credit	
(3) Drawing from business made for personal purpose worth INR 6000	
(4) Machine of INR 20,000 sold for cash	
(5) INR 5000 paid for Salary	
Q.2 (a) Classify the following accounts under Real, Personal or Nominal Account	05
(1) Machinery Account	
(2) Wages Account	
(3) Mihir's Account	
(4) Dividend Received Account	
(5) Closing Stock Account	

- (b) From the following transactions, prepare a Purchase Book in the books of Harshadbhai 05
2022
March, 1 Goods of INR 10,000 purchased from Chhotubhai on one month credit

March, 2 Goods of INR 15,000 purchased from Mr. Jagani at 10% trade discount

March 13, Place an order with Namra for supply of goods worth INR 20,000 at 15% trade discount and the same is received on March 15, 2022

March 17, Goods of INR 8000 purchase from Bhanumati at 10% trade discount and paid half of the amount immediately by cheque

March 19, Goods of INR 6,000 purchased from Raj. Bill No. 108.

OR

- (b) From the following transactions, prepare three columnar Cash Book of Shri Jayminbhai 05
2022
January 1, Opening Cash Balance INR 5,000, Bank Overdraft INR 4,000

January 5, Goods of INR 1500 purchased from Ishan at 10% Cash Discount and issued cheque of necessary amount

January 13, Salary of INR 400 and Stationery of INR 350 is paid by cheque

January 20, INR 2000 is deposited in Bank

January 28, Cheque of INR 3000 is issued to Pankaj towards full settlement of the account of INR 3050.

- Q.3 (a)** Prepare Trading Account for the year ended 31-03-2022 from the following balances in the books of Mr. Chaturvedi 05

Particulars	Debit	Credit
Opening Stock	20000	
Purchases	82000	
Purchase Return		5000
Sales		110000
Sales Return	10000	
Wages	5000	
Railway Freight	4000	
Carriage Inward	1000	

Cost Price of Closing Stock as on 31-03-2022 was INR 22,000, where as its Market Value was INR 25,000.

- (b) Write difference between Trial Balance and Balance Sheet (Any five) 05

OR

- Q.3 (a)** What is Consistency Concept of Accounting? Give examples. 05
(b) Prepare Specimen of Balance Sheet for Mr. Amit with imaginary figures 05

- Q.4 (a)** Sneha Ltd. has purchased a machine for INR 70,000 on 01-04-2021. Annual Depreciation Rate under Straight Line Method of Depreciation is 10%. **05**

Pass Journal Entry for purchase of Machinery and Depreciation Charge including its P&L effect for first two years.

- (b)** A Manufacturer has following records of purchases and issues of a Circuits used for manufacturing of Television Sets **05**

Date	Purchase	Issue	Price per unit
Feb 1	900		50
Feb 10	400		52
Feb 15		400	
Feb 22	400		48
Feb 28		1000	

Compute value of Closing Stock using FIFO Method

OR

- Q.4 (a)** Sahaj Ltd. purchased a Machinery costing INR 57,000 on 01-04-2020 and incurred installation cost of INR 3,000 for the same. **05**

Compute Depreciation @10% RBM for first Two Years and prepare Machinery Account for the same period.

- (b)** A Manufacturer has following records of purchases and issues of a Circuits used for manufacturing of Television Sets **05**

Date	Purchase	Issue	Price per unit
Feb 1	900		50
Feb 10	400		52
Feb 15		400	
Feb 22	400		48
Feb 28		1000	

Compute value of Closing Stock using LIFO Method

- Q.5 (a)** From the following information made available by Rana Ltd., calculate Current Ratio and Liquid Ratio **05**

Particulars	Amount (INR)
Debtors	1,10,000
Stock	50,000
Cash on Hand	30,000
Cash at Bank	60,000
Creditors	80,000
Bills payable	20,000

- (b)** What do you mean by Cash Flow Statement? What is the usefulness of preparing the Cash Flow Statement? **05**

OR

- Q.5 (a)** Sales INR 4,20,000 **05**
Purchase INR 2,80,000
Closing Stock INR 60,000
Opening Stock INR 30,000
Interest on Loan INR 15,000
Depreciation on Machinery INR 5,000

From the above information, calculate Gross Profit Ratio, Net Profit Ratio and Stock Turnover Ratio.

- (b)** Differentiate following activities into Operating, Investment and Financial Activities **05**
- (1) Cash payment to Suppliers for Goods and Services
 - (2) Cash payment to Employees
 - (3) Cash receipts from Sale of Property, Plants and Equipment
 - (4) Cash payment to acquire Fixed Assets
 - (5) Cash proceeds from issuing Shares or Debentures
