

Enrollment No./Seat No.:

GUJARAT TECHNOLOGICAL UNIVERSITY
Bachelor of Vocation - SEMESTER - I EXAMINATION - WINTER 2025

Subject Code: 1112201

Date: 27-11-2025

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. Use of simple calculators and non-programmable scientific calculators are permitted.**

	Marks
Q.1 (a) Define the following Terms with example:	05
(1) Assets	
(2) Liabilities	
(3) Receipts	
(4) Payments	
(5) Profit	
(b) Explain in brief Accounting Concept related to Conservatism and Consistency.	05
Q.2 (a) Give Journal Entries for following transactions in the books of Mr. Umesh Joshi	05
(1) Purchase of Furniture worth INR 30,000 for Cash from Rakesh Traders	
(2) Sales made to Mr. Ajay for INR 10,000 on 30 days Credit	
(3) Drawing from business made for personal purpose worth INR 6000	
(4) Table of INR 10,000 sold for cash	
(5) INR 10,000 paid for Salary	
(b) Which are three Golden Rules of Journal Entries? Explain each with example.	05
OR	
(b) Classify the following items as Real, Personal or Nominal	05
(1) Building	
(2) Machinery	
(3) Mihir Account	
(4) Rent	
(5) Cash	
(6) Closing Stock	
(7) Bad Debts	
(8) Capital	
(9) Drawing	
(10) Depreciation	

- Q.3 (a)** From the following ledger balances, prepare Trial Balance of Gopal Traders as on 31-03-2025 **05**

Particulars	INR
Capital	200000
Purchases	300000
Discount Allowed	4000
Sales	332000
Sales Return	2000
Expenses	20000
Trade Receivables	150000
Trade Payables	50000
Investment	30000
Cash at Bank	74000
Interest received on Investment	3000
Insurance Premium paid	5000

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

OR

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

- (b)** Mahesh Pvt. Limited has purchased a machine for Rs. 1,94,000 on 1-4-23. Installation expense of this machine was Rs. 6,000. Depreciation is to be provided at 10% every year under reducing balance method. As certain amount of depreciation, prepare machine account and depreciation account for the first two years. **05**

- Q.4 (a)** Define depreciation. Explain Straight Line Method (SLM) and Written Down Value (WDV). **05**

- (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 01	900		50
Feb 10	400		52
Feb 15		400	
Feb 22	400		48
Feb 28		1000	

Compute value of Closing Stock using LIFO Method

OR

- (a)** Explain any Two Accounting Concepts. **05**

(b) Classify the following activities into Operating, Investing and Financing Activity. **05**

1. Sold of old Machine
2. Rent Received
3. Redemption of Debenture
4. Interest received on investment
5. Dividend paid
6. Bad Debt
7. Sale of Equity Shares of ABC Ltd.
8. Increase in bank overdraft
9. Advertisement Expenses
10. Commission Received

Q.5 (a) Write down the formula for the followings: **05**

- (1) Current Ratio
- (2) Debtors Ratio
- (3) Stock Turnover Ratio
- (4) Operating Profit Ratio
- (5) Proprietary Ratio

(b) Write down Difference between Bookkeeping and Accounting. **05**

OR

(a) Prepare Specimen of Profit & Loss Account for Mr. Jaimish with Imaginary figures. **05**

(b) From the below information, calculate Gross Profit Ratio, Net Profit Ratio and Stock Turnover Ratio. **05**

Sales INR 4,20,000

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
