

**NEW**

**2016**

**BCA**

**2nd Semester Examination**

**FINANCIAL & MANAGEMENT ACCOUNTING**

**PAPER—1204**

*Full Marks : 100*

*Time : 3 Hours*

*The figures in the margin indicate full marks.*

*Candidates are required to give their answers in their own words as far as practicable.*

*Illustrate the answers wherever necessary.*

**Answer Q. No. 1 and any four from the rest.**

**1. Answer any five of the following questions : 5×2**

(a) What is book-keeping?

(b) What do you mean by "Dual Aspect Concept"?

(c) What is Balance Sheet?

(d) Define the term deferred revenue expenditure.

*(Turn Over)*

- (e) State any two objectives of Ratio analysis.
- (f) What do you mean by Working Capital?
- (g) Distinguish between Capital expenditure and Revenue expenditure.
2. (a) Write differences between Journal and Ledger.
- (b) Pass necessary Journal entries in the books of Rama Ltd. as on 31.03.16.
- (i) Started business with ₹ 5,000 in cash and ₹ 10,000 in bank.
- (ii) Purchase goods for cash ₹ 10,000 from Vinod Ltd. .
- (iii) Sold goods to Karim ₹ 6,000.
- (iv) Paid wages to workers ₹ 2,000.
- (v) Deposited cash ₹ 1,000 into Bank. 5+10
3. (a) Discuss difference between Receipts & Payments Account and Income & Expenditure Account.
- (b) From the following Receipts & Payments Account of Red Club, Prepare Income & Expenditure Account for the year ended 31.12.2015 :

## Receipts & Payment Accounts for the year ended 31.12.15

Dr.

Cr.

Receipt	Rs.	Rs.	Payment	Rs.	Rs.
To Balance b/d			By Salary		2,000
in Bank	4,000		By Purchase of		
in Cash	10,000	14,000	Furniture		8,000
To Donation		12,000	By Repairing Exp.		1,000
To Entrance Fees.		14,000	By Miscellaneous Exp.		2,000
To Subscriptions		20,000	By Purchases of		
To Interest on			Investment		8,000
Investment		1,000	By Insurance Premium		200
To Interests received			By Purchases Billiard		
from Bank		8,000	Table		18,000
To Sold old Newspaper		1,000	By Paper, ink etc.		400
To Hall Rent Received		10,000	By Electricity		600
			By Newspaper		800
			By Balance c/d.		
			in Bank	30,000	
			in Cash	9,000	39,000
		80,000			80,000

The following information is also available :

- (i) Subscription in arrear for 2015 Rs. 2,000 and subscription in advance for 2016 Rs. 1000. (ii) Insurance Premium Pre-paid Rs. 40. (iii) 50% of Donation is to be capitalised, Entrance fees are to be treated as revenue income. (iv) Salary outstanding Rs. 1,000.

4. (a) Mr. Wise intends to supply goods on credit to X Ltd. and Y Ltd. The relevant financial data relating to the companies for the year ended 30th June 2015 are as follows :

	<i>X Ltd.</i>	<i>Y Ltd.</i>
	<i>Rs.</i>	<i>Rs.</i>
Stock	4,00,000	50,000
Debtors	85,000	70,000
Cash	15,000	30,000
Trade Creditors	1,50,000	80,000
Bank over draft	20,000	15,000
Creditor for expenses	30,000	5,000
Total purchases	4,65,000	3,30,000
Cash purchases	15,000	10,000
Terms of payment	3 months	3 months

From the above data Calculate (a) Current Ratio  
(b) Liquid Ratio & (c) Average Payment Period Ratio.  
Advise Mr. Wise which Co. is better for him.

- (b) Write down the Limitation of Ratio Analysis.

12+3

5. (a) Explain the following concept : (3×4) + 3
- (i) Dual Aspect Concept.
  - (ii) Cost Concept.
  - (iii) Business Entity Concepts.
- (b) Distinction between Accounting concepts and conventions.
6. (a) What do you mean by Budgetary Control? 3
- (b) State the objectives of Budgetary Control. 4
- (c) Discuss briefly different types of budget with example. 8
7. (a) What is Accounting?
- (b) State the Objects of Accounting.
- (c) From the following transactions find at Cash and Credit transactions :
- (i) Purchase goods of ₹ 10,000 in cash from Z Ltd.
  - (ii) Sold good to Rahim of ₹ 5,000.
  - (iii) Paid Salary of ₹ 1,000

(iv) Paid insurance by cheques ₹ 1,000.

(v) Paid wages of ₹ 3,000.

5 + 5 + (5 × 1)

**[Internal Assessment — 30]**

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