Name: Enrolment No: UPES UNIVERSITY OF TOMORROW					
	UNIVERSITY OF PETROLEUM AND ENERGY STUDIES				
	End semes	ster Examination, Dec., 2024			
Pro Cor	Course: Financial Accounting Program: INT-BCOMH-MBA Course code: FINC 1003 Instructions: Attempt all Questions Semester: I Time: 3 Hours Max. Marks: 1		00		
Q1	SECTION A (Ob	ojective) (10 * 2 Marks Each) – 20 Marks	s)		
A	The basic concepts related to P&L Account a. Realization concept b. Matching concept c. Cost concept d. Both (a) and (b) above	t are	CO1	2	
В	As per the double entry concept a. Assets + Liabilities = Capital b. Capital = Assets - Liabilities c. Capital - Liabilities = Assets d. Capital + Assets = Liabilities		CO1	2	
С	Only the significant events which affect the a. Separate entity b. Accrual c. Materiality d. Going concern	e business must be recorded as per the principle of	CO1	2	
D	If the profit is 25% of the cost price then it a. 20% of the selling price b. 25% of the selling price c. 33% of the selling price d. 30% of the selling price	t is:	CO1	2	
E	To test the liquidity of a concern which of a. Acid test ratio b. Debt equity ratio c. current ratio d. Debtors turnover ratio	the following ratio is useful?	CO1	2	
F	Which of the following is not a fixed asset? a. Building. b. Bank balance. c. Plant. d. Patents	?	CO1	2	
G	Which of the following is/are not a revenue a. General reserve. b. Investment allowance reserve. c. Revaluation reserve. d. Capital reserve.	e reserve?	CO1	2	

Н	Gross profit is the difference between	CO1	2		
	a. Net sales and cost of goods soldb. PAT and dividends				
	c. Net sales and cost of production				
	d. Net sales and direct costs of production				
I	Recording of capital contributed by the owner as liability ensures the adherence of principle of	CO1	2		
	a. Double entry				
	b. Going concern				
	c. Separate entity				
	d. Materiality				
J	The basic concepts related to balance sheet are	CO1	2		
	a. Cost conceptb. Business entity concept				
	c. Accounting period concept				
	d. Both (a) and (b) above				
	 Marks)				
02		1			
Q2	Explain the Following accounting Concepts with example:				
	a. Revenue Realization Concept	CO2	5		
	b. Dual Aspect Concept				
Q3	Why are the different types of errors that may be committed by an accountant even if trial		5		
Q4	balance agrees. Compute the Gross Profit Ratio from the following particulars	CO2	_		
~ .	Compute the Gross Front Ratio from the following particulars				
	Opening Stock Rs. 50,000				
	Purchases Rs. 1,60,000				
	Closing Stock Rs. 70,000	CO2	5		
	Purchases Return Rs. 4,000				
	Sales Rs. 2,10,000				
	Sales Return Rs. 10,000				
Q5	What do you man by adjusting antique? When is it managements made a live time antique the time				
Q3	What do you mean by adjusting entries? Why is it necessary to pass adjusting entries the time of preparing final accounts?		5		
	SECTION-C (3* 10 Marks Eac	h- 30 Ma	arks)		
Q6	From the following Ratios, prepare the Balance Sheet of the firm:				
	Inventory Turnover Ratio 6 Times				
	Capital Turnover Ratio (Cost of Sales/ Capital) 2 Times				
	Fixed Assets Turnover Ratio (Cost of Sales/Fixed Assets) 4 Times				
	Gross Profit Ratio 20% Debtor Collection Period 2 months Creditor/Average Payment Period 73 Days				
Q7	LTC company purchases on 1st June 2016, a second hand machinery for Rs. 2,00,000 and	CO3	10		
	immediately spends Rs. 70,000 on its overhauling (Scrap Value 50000, Life 5 years). On 31st	003	10		

	August in the same year additional machinery costing Rs. 7,00,000 (Scrap Value 1,00,000, Life 10 years) is purchased. On 1 st July 2017, the plant acquired on 1 st June 2016 (1/4 the of the same) become obsolete is sold off for Rs. 20,000. On the same date fresh machinery is purchased at a cost of Rs. 4,00,000 (Scrap Value 60,000 Life 5 years) Company follows Straight Line Method Show the Machinery Account from April 2016 to March 2019						
Q8	Raj commenced business as on January 01, 2023. Given below are his transactions for the month of Jan. 2023. Journalize them. Jan. 1 Business commenced with a capital of Rs. 20,000 Jan. 2 Bank account opened by depositing cash Rs. 10,000 Jan. 3 Goods purchased from R on credit Rs. 5,000 Jan. 5 Goods sold to RP on credit Rs. 4,000 Jan. 7 Goods purchased from RM on credit Rs. 6,000 Jan. 8 Wages paid to employees Rs. 200 Jan. 9 Goods sold to M on credit Rs. 5,000 Jan. 10 Debt paid for the months of January to March 2001 Rs. 3,000 Jan. 10 Cheque received from RP Rs. 4,000 Jan. 12 Paid for office expenses Rs. 1,000 Jan. 12 Sold Goods to Jagdish on cash Rs. 2,000 Jan. 13 Cheque issued in favor of RM Rs. 6,000				CO3	10	
		SECTION-D A	ttempt any Two	(2* 15	Marks E	ach- 30 I	Marks)
Q9	How company prepare C	ash Flow Statem	ent using AS 3 or IND AS	S 7		CO4	15
Q10	From the following adjust Loss and Balance Sheet at Dr. Balances Building Furniture Vehicle Return Inward Stock on April 1, 2019 Purchases Bad Debts Carriage inward General Expenses Interest on Bank Loan Insurance and Taxes Vehicles Expenses Salaries Cash in Hand Debtors			Amount (Rs.) 25,000 1600 56,040 700 5,000 900 8,000	Profit &	CO3 CO4	15

	97,240	97,240			
	Adjustments:		_		
	 Stock on 31st March 2020 was valued at Rs. 4340 Commission include Rs. 300 being commission received in advance 				
	3. Salaries have been paid for 11 months4. Bank Loan have been taken at 10% p.a. interest				
	5. Depreciate building by 5% and Ve				
	6. Vehicle is used for business as wel	·			
		bts and maintain bad debts provision at 5 of	% on		
	debtors.	C	2020		
	You are required to prepare the Financial S		2020		
	taking in to account the above mentioned a	adjustments			
Q11	From the following particulars, prepare	Ralance sheet as on 31-03-2023			
Q 11	1. Current ratio 2:1				
	2. working capital Rs.400000				
	3. capital block to current assets 3:	2.			
	4. fixed assets to turnover 1:3	_			
	5. sales cash/ credit 1:2				
	6. gross profit ratio 25% on sales				
	7. stock velocity 2 months				
	8. debtors velocity 2 months		C04	15	
	9. creditors velocity 2 months				
	10. debenture/ share capital 1:2				
	11. CAPITAL BLOCK:				
	Net profit 10% of turnover				
	Reserves 2.5% of turnover				
	Note:-Working notes should form pa	rt of vour Answer			
	110te 11 of Ming notes should for in pa	it of your Allswei			