

**PGDCAA/DCA/CCA-02**

December - Examination 2018

**PGDCAA / DCA / CCA Examination****Fundamentals of Accounting****Paper - PGDCAA/DCA/CCA-02****Time : 3 Hours ]****[ Max. Marks :- 100**

**Note:** The question paper is divided into three sections A, B and C. Write answers as per given instructions.

**Section - A****10 × 2 = 20**

(Very Short Answer Questions)

**Note:** Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum upto 30 words. Each question carries 2 marks.

- 1) (i) What do you mean by cost concept?
- (ii) Do Journal Entry:  
Cash sales to Ram : 5,000/-
- (iii) What is Journal proper?
- (iv) What is petty cash book?
- (v) Write any two types of errors, which do not affect trial balance.
- (vi) What do you mean by Revenue expenditure?

- (vii) Write any two significance of final accounts.
- (viii) What is Accounting Standard 6?
- (ix) Write any two uses of funds flow statement.
- (x) What is the formula of operating profit ratio?

**Section - B****4 × 10 = 40**

(Short Answer Questions)

**Note:** Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 10 marks.

- 2) What do you mean by Accounting convention? Explain the various accounting conventions.
- 3) Write the name of various kind of accounts and their rules for journal entry.
- 4) "If trial balance is tailed, the chances of accounting error are nil". Critically examine the statement.
- 5) Write dummy journal entries and their posting for 'Manager's Commission on profits'.
- 6) Explain the objectives and significance of financial statement analysis.
- 7) Explain "Statement of changes in working capital" using dummy figures.
- 8) Discuss the significance of projected cash flow statement in decision making.
- 9) Explain the limitations of Ratio Analysis.

**Section - C****2 × 20 = 40**

(Long Answer Questions)

**Note:** Answer **any two** questions. You have to delimit your each answer maximum upto 500 words. Each question carries 20 marks.

- 10) What is Double Entry System of Accounting? Explain it by giving features, advantages and limitations.
  - 11) Write note on following along with dummy journal adjustment entries:
    - (i) Prepaid expenses.
    - (ii) Outstanding expenses.
    - (iii) Unearned income.
    - (iv) Accrued income.
  - 12) “Income statement concentrates on operating part, while funds flow statement throws light on the activities and the direction of operations”. Comment.
  - 13) What do you mean by profitability? Explain the key ratios which are generally be used for analysis of profitability of a concern.
-