

PGDCAA/DCA/CCA-02

December - Examination 2019

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 is GAAP?
 - ii. What is Accounting Equation?
 - iii. What is meant by positing?
 - iv. What is meant by Bills Receivable Book?
 - v. What is a cash book?
 - vi. What are Contra Entries?
 - vii. What do you mean by accrued income?
 - viii. What do you mean by Security Analyst?
 - ix. What is Solvency?
 - x. Write any two importance of fund flow statement.

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. How are expenses and revenue treated in Accounting Equation?
3. What is a petty cash Book? Describe the methods.
4. What do you mean by Ledger? Explain its advantages.
5. What is “Trial Balance”? What is its importance? Briefly explain.
6. Rectify the following errors assuming that suspense account was opened. Ascertain the difference in trial balance.
 - i. Repairs on overhauling of second hand machinery purchased at Rs. 3500 was debited to Repairs account as Rs. 2500.
 - ii. Furniture purchased for Rs. 11500 wrongly debited to Purchase Account as Rs. 15500.
 - iii. Machinery purchased on credit from Rajan for Rs 27500 recorded through Purchases Book as Rs. 2750.
 - iv. Repairs on Machinery Rs. 2400 debited to Machinery account as Rs. 1400.
 - v. Sale of old machinery at book value Rs. 6000 was credited to Sales Account as Rs. 8000.
7. Explain in brief, the subject matter of Profit and Loss account and Balance sheet.
8. What treatment for outstanding salaries appearing in the trial balance is done in final accounts?
9. “Income Statement concentrates on operating part while funds flow statement throws light on the activities and the direction of operations”. Comment.

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 do you mean by Accounting Convention? Explain the various accounting convention.
 11. What are the subsidiary books? Mention any three of them and the transactions that are entered in each of them.
 12. What are different methods of preparing Trial Balance? Differentiate between these methods. What method is commonly used & why?
 13. “Decisions taken on the basis of financial statements may not be regarded as final and accurate”. Comment.
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