

9. The following is the Balance Sheet of Sandeep Enterprises Ltd. as on 31st March, 2010 :

Balance Sheet

Liabilities	₹
Equity Share Capital	4,00,000
Capital Reserve	80,000
Mortgage Loan	2,00,000
Creditors	1,60,000
Bank overdraft	40,000
Provision	80,000
Profit & Loss A/c	1,20,000
	<u>10,80,000</u>
	₹
Assets	
Goodwill	2,40,000
Fixed Assets	5,60,000
Stock	1,20,000
Investment (Short-term)	40,000
Cash	1,20,000
	<u>10,80,000</u>

Calculate the following ratios :

- (i) Current Ratio
- (ii) Quick Ratio
- (iii) Debt-Equity Ratio

PGDCAA-02/DCA-02

December – Examination 2020

PGDCAA Examination

Fundamentals of Accounting

Paper : PGDCAA-02/DCA-02

Time : 2 Hours]

[Maximum Marks : 100

Note :- The question paper is divided into two Sections A and B. Write answers as per the given instructions.

Section-A

10×2=20

(Very Short Answer Type 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 Narration ?
- (ii) What is Explicit Cost ?

- (iii) Write any *two* importance of managing proper accounting system.
- (iv) Write any *two* advantages of Trial Balance.
- (v) What is Sales return book ?
- (vi) What do you mean by Journal Proper ?
- (vii) How do we treat closing stock in balance sheet ?
- (viii) What is outstanding expense ?
- (ix) What do you mean by Straight Line Depreciation ?
- (x) Write the formula of gross profit ratio.

Section-B **4×20=80**

(Short Answer Type Questions)

Note :- Answer any *four* questions. Answer should not exceed **200** words. Each question carries 20 marks.

- 2. Define Accounting Standards. Explain any *two* accounting standards of your choice.
- 3. What is Cash Flow Statement ? Why is it prepared ? Explain its utility in business operations.

4. Prepare sales book from the following :

2012 March	₹
1 Goods sold to Arun	6,000
10 Goods sold to Bhandari enterprises	16,000
15 Goods sold to Shyam & Co.	8,000
1 Goods sold to Shyam & Trade Discount allowed@5%	16,000
31 Goods sold to Hari	2,000

- 5. What do you mean by bad debts and provision for bad debts ? Do dummy entries in P & L as well as in balance sheet.
- 6. Explain the various types of errors not affecting Trial Balance.
- 7. What do you mean by Accounting ? Explain its relationship with other subjects.
- 8. What do you mean by Accounting Concepts ? Discuss any *two* accounting concepts.