25U247 (Pages: 4) Name : ....

Reg. No : ....

SECOND SEMESTER UG DEGREE EXAMINATION, APRIL 2026

(FYUGP)

(Regular/Supplementary/Improvement)

CC24UCOM2CJ101 - FINANCIAL ACCOUNTING

(Commerce - Major Course)

(2024 Admission onwards)

Time: 2.0 Hours Maximum: 70 Marks

Credit: 4

Part A (Short answer questions)

Answer ***all*** questions. Each question carries 3 marks.

1. From the given accounts, identify the accounts which are normally maintained by a trader under single entry system of accounting : cash a/c, furniture a/c, bank a/c, capital a/c, creditors a/c, drawings a/c [Level:2] [CO1]

2. Distinguish between Single Entry and Double Entry systems in terms of accuracy, reliability, and usability. [Level:4] [CO1]

3. Ascertain the closing stock: [Level:3] [CO1]

Purchases	Rs. 240,000
Sales	Rs. 160,000
Opening stock	Rs. 80,000
Rate of gross profit on sales	25%

4. What is stock and debtors system of accounting, and when is it used? [Level:2] [CO2]

5. Explain the key features of branch accounts. [Level:2] [CO2]

6. Explain the accounting treatment of sports materials purchased by a non- profit organisation. [Level:2] [CO3]

7. Bring out any three differences between Income & Expenditure Account and Profit & Loss Account. [Level:4] [CO3]

8. Which are the final accounts of non- profit organisations? [Level:2] [CO3]

9. What are current assets? Give two examples. [Level:2] [CO4]

10. What are finance costs? Explain its treatment in SOPL. [Level:2] [CO4]

(Ceiling: 24 Marks)

 Turn Over

Part B (Paragraph questions/Problem)

Answer ***all*** questions. Each question carries 6 marks.

11. State any six disadvantages of single entry system of accounting. [Level:2] [CO1]

12. Ascertain credit sales from the following: [Level:3] [CO1]

Opening debtors	Rs. 16,200
Cheque received from debtors	Rs. 84,000
Bills receivable received from debtors	Rs. 32,000
Goods returned by debtors	Rs. 4500
Bad debts written off	Rs. 3000
Discount allowed to customers	Rs. 6000
Closing debtors	Rs. 22,000

13. Shri Chakraborty of Kolkata has a branch in Mumbai. Goods are supplied to the Branch at cost. The expenses of the Branch are paid from Kolkata and the Branch keeps a Sales journal and the Debtors ledger only. From the following information supplied by the Branch prepare Branch Account in the books of Head office. [Level:3] [CO2]

	Rs.		Rs.
Opening stock (1.4.2024)	24,000	Sundry Debtors (31.3.2025)	9,160
Closing stock (31.3.2025)	18,000	Goods received from H.O	30,000
Credit sales	41,000	Expenses paid by the H.O.	
Cash sales	17,500	for the Branch	10,400
Receipt from debtors	37,900		

14. What are the features of independent branches? [Level:2] [CO2]

15. From the following particulars related to Vihan Sports Club, prepare a Receipts and Payment Account for the year ending 31st March, 2024. [Level:3] [CO3]

Particulars	Amount	Particulars	Amount
Opening cash balance	500	Sale of old sports materials	600
Opening bank balance	3,600	Donation received	2,300
Subscription collected for:		Rent paid	1,500
2022-23 – 250		Sports materials purchased	2,400
2023-24 – 3800		Purchase of refreshments	300
2024-25 – 450	4,500	Expenses for maintenance	1,000
Sale of refreshments	500	Salary paid	1,250
Entrance fees	500	Tournament expenses	1,200
Furniture purchased	750	Dep. Provided during the year	2,500
Office expenses	600	Closing cash in hand	200

16. Explain the features of Income & Expenditure Account. [Level:2] [CO3]

17. A company has net profit of Rs. 1386 lakhs for a particular period. The capital structure of the company consists of Rs. 80 lakh equity shares of Rs. 10 each and Rs. 25 lakh 10% convertible preference shares of Rs. 10 each. The preference shares are convertible into 1 equity share of Rs. 10 each for every 5 preference shares held. Compute Basic EPS and Diluted EPS. [Level:3] [CO4]

18. Explain the characteristics of dependent branches. [Level:2] [CO2]

(Ceiling: 36 Marks)

Part C (Essay questions)

Answer any ***one*** question. The question carries 10 marks.

19. Given below are the Receipts and Payments Account of Cochin Sports Club for the year ending 31st March, 2024 and additional information. Prepare Income & expenditure account for the year ending 31st March 2024 and balance sheet on the same date. [Level:3] [CO3]

Receipts and Payments Account for the year ending on 31st March 2024

Receipts	Amount	Payments	Amount
Balance b/d	5,760	Purchase of bills	9,600
Subscriptions:		Tournament fee	1,200
2022-23 - 1,200		Affiliation fee	240
2023-24 - 27,360		Rent of playground	600
2024-25 - 960	29,520	Refreshment	480
Interest	240	Travelling expenses	3,600
Sale of furniture	1,200	Investments	12,000
Donations (for building)	7,200	Salaries	1,440
Miscellaneous expenses	960	Balance c/d	13,800
	43,920		**43,920**

Additional Information:

1. Current year's subscription amounting to Rs.1920 was still outstanding.
2. Interest accrued for the year but not received amounting to Rs. 60.
3. Book value of the furniture sold was Rs. 1680.
4. The rent of the playground Rs. 720 and salaries Rs. 600 for the current year was outstanding.
5. There was a stock of balls with the club at Rs. 480 as on 31st March, 2024.

Turn Over

20. Following balances are extracted on 31st March, 2025 from the books of Sagar Ltd. [Level:3] [CO4]

	Rs.		Rs.
Factory Premises at cost	4,50,000	Share Capital: 30000, 7%	
Plant and Machinery at cost	3,49,160	Preference Shares of Rs.10/- each	3,00,000
Motor Lorries at cost	73,000		
Sundry Debtors	1,21,780	60000 Equity Shares of Rs.10/- each	
Bad Debts written off	2,850		6,00,000
Rent, Rates and Taxes	28,400	Surplus a/c (01-04-2024)	16,240
Advertisement	19,500	Gross Profit for the year	2,46,640
Cash in Hand and at Bank	68,500	Provision for Doubtful Debts	9,000
Directors Fees	3,600	Sundry Creditors	1,29,640
Audit Fees	10,000	Transfer Fees	110
Stock on 31-03-2025	1,14,600	Accrued Wages	12,840
Rent and Taxes paid in advance	7,980	Staff Benevolent Fund	17,900
Salaries and Wages	32,000		
Dividends paid on:			
On Preference Shares	21,000		
On Equity Shares (Interim)	15,000		
Patents	15,000		
	13,32,370		13,32,370

Total provision for doubtful debts is to be made upto Rs. 10200. The Factory Premises, Plant and Machinery and Motor Lorries are to be depreciated by 3%, 15% and 20% respectively. The Authorized Capital of the company is Rs. 10,00,000 divided into 1,00,000 shares of Rs. 10 each. You are required to prepare statement of Profit & Loss account and Balance sheet as at 31 March 2025.

(1 × 10 = 10 Marks)

****