



School of Entrepreneurship Skills

Session: 2020-21 (Summer Semester)

B. Voc. Program Third Semester,

End-Sem. Examination

Course Code: SES1303

~~Set A~~
Set B

Time: 2 Hours

Course Name: Business Accounting and Finance

Max. Marks: 50

All questions are compulsory.

Section – A

10X01 = 10 Marks

Answer the following objective type questions, each question carries 01 mark.

Q1. On balance sheet, accruals, notes payable, and account payable are listed under:

- (a) Current Liabilities (b) Fixed liabilities (c) Contingent (d) All the above

Q2. A firm buys products but does not pay to suppliers instantly. This is recorded as

- (a) Account Receivable (b) Account Payable
(c) Accumulated Liabilities (d) Current Liabilities

Q3. As per the accounting double-entry system, an account that receives the benefit is

- (a) No need to show as an accounting record (b) Income
(c) Debit (d) Credit

Q4. What kind of expenses are paid from Gross Profit?

- (a) Selling Expenses (b) Financial Expenses
(c) General Expenses (d) All of Above

Q5. Salvage value means

- a) Definite sale price of the asset
b) Cash to be received when life of the asset ends
c) Cash to be paid when asset is disposed off
d) Estimated disposal value

Q6. Straight Line Method is for calculating:

- (a) Sales value (b) Depreciation (c) Business value (d) All of above

Q7. Entered in the Purchases Journal are

- (a) Discounts received (b) Purchases invoices
(c) Payments to suppliers (d) Trade discounts

Q8. Due to which concept, accounting does not record non-financial transactions?

- (a) Going concern concept (b) Money measurement concept
(c) Accrual concept (d) Cost concept

Q9. The owner of the business is treated as a creditor of the business according to which of the following concept?

- (a) Business Entity (b) Accrual Concept (c) Balancing (d) Going Concern

Q10 Which option gives a review report on the firm's financial status at a specified date?

- (a) Journal (b) Ledger (c) Balance Sheet (d) Can't say



Section – B

04X04 = 16 Marks

Answer the following short answer type questions, each question carries 04 marks.

- Q1. State the end product of financial accounting.
Q2. What is Depreciation?
Q3. State the three fundamental steps in the accounting process.
Q4. State the meaning of a Trial Balance.

Section – C

04X06 = 24 Marks

Answer the following long type questions, each question carries 06 marks.

Q.1 From the following balances taken from the books of Simmi and Vimmi Ltd.

for the year ending March 31, 2021, calculate the gross profit.

	₹
Closing stock	2,50,000
Net sales during the year	40,00,000
Net purchases during the year	15,00,000
Opening stock	15,00,000
Direct expenses	80,000

Q.2. The following is the Trial Balance of Mr. Deepak as on March 31, 2017. You are required to prepare trading account:

Account title	Debit Amount ₹	Account title	Credit Amount ₹
Drawings	36,000	Capital	2,50,000
Insurance	3,000	Bills payable	3,600
General expenses	29,000	Creditors	50,000
Rent and taxes	14,400	Discount received	10,400
Lighting (factory)	2,800	Purchases return	8,000
Travelling expenses	7,400	Sales	4,40,000
Cash in hand	12,600		
Bills receivable	5,000		
Sundry debtors	1,04,000		
Furniture	16,000		
Plant and Machinery	1,80,000		
Opening stock	40,000		
Purchases	1,60,000		
Sales return	6,000		
Carriage inwards	7,200		
Carriage outwards	1,600		
Wages	84,000		
Salaries	53,000		

Closing stock ₹ 35,000.

Q.3. Prepare P & L Account from above.

Q.4. Prepare Balance Sheet from above.

Ami