

**BIRLA INSTITUTE OF TECHNOLOGY AND SCIENCE, PILANI - K. K. BIRLA GOA CAMPUS**  
**First Semester 2019-20, Mid-Semester Examination October, 2019**  
**FUNDAMENTALS OF FINANCE AND ACCOUNTING - COURSE NO : ECON F212**

Date: 4<sup>TH</sup> OCTOBER, 2019.

DURATION: 1 HR.30 MIN

MAX MARKS: 30

**ALL QUESTIONS ARE COMPULSORY**

**(IN ACCOUNTING NEATNESS IS UTOMOST IMPORTANT AND HENCE MARKS ARE RESERVED FOR NEATNESS IN PRESENTATION AS WELL)**

**Q.NO.1 JOURNALISE THE FOLLOWING BUSINESS ENTRIES.        MARKS 12**

1. On 1-4-2018 MR. PRANAB ROY INTRODUCED CAPITAL INTO HIS BUSINESS RS.4,00,000 IN CASH.
2. ON 10-4-2018 OPENED A BANK ACCOUNT WITH PMC BANK AND DEPOSITED CASH RS.3,80,000
3. ON 10-5-2018 PURCHASED TRADING GOODS RS.80,000 ON CREDIT FROM RAMJEE LAL & CO.
4. ON 18-6-2018 SOLD GOODS TO SHAMLAL ON CREDIT FOR RS.1,70,000
5. ON 19-8-2018 RECEIVED CHQUE FROM SHAMLAL RS.60,000/- AND DEPOSITED THE CHEQUE INTO OUR BANK ACCOUNT WITH PMC BANK.
6. ON 1-10-2018 PAID INSURANCE PREMIUM ON FIRE POLICY FOR GOODS RS.1,200 COVERING FOR ONE YEAR FROM 1-10-2018 TO 30-9-2019
7. ON 20-10-2018 PAID RAMJEELAL & CO RS.10,000/- BY CHEQUE DRAWN FROM PMC BANK ACCOUNT.
8. ON 20-11-2018 PAID RENT FOR THE OFFICE RS.15,000/- IN CASH BEING 10 MONTHS RENT – (COMMENCING FROM 1-4-18 ONWARDS )
9. ON 12-12-2018 SALES RETURNS RECEIVED FROM SHAMLAL RS.10,000/-, BEING DEFECTIVE GOODS.
10. ON 1—2018, PURCHASED FURNITURE FOR THE BUSINESS RS.1,00,000 ON CREDIT FROM XYZ LTD.
11. ON 31-3-2019 DEPRECIATE FURNITURE @ 10%.

**Q.NO.2:**

(a) POST ALL THE JOURNAL ENTRIES IN Q.NO.1 AND PREPARE VARIOUS LEDGERS FOR THE PERIOD FROM 1-4-2018 TO 31-3-2019 **8 MARKS**

(b) AFTER POSTING THE LEDGERS, PREPARE A TRIAL BALANCE FOR THE PERIOD FROM ENDED 31-3-2019 **4 MARKS**

**Q.NO.3****MARKS 6**

MR. VINOD IS AN ENTREPRENEUR WITH 5 YEARS OF EXPERIENCE IN HIS FIELD. HE HAS DONE MANY TRANSACTIONS IN HIS FINANCIAL YEAR. YOU ARE REQUIRED TO PREPARE BANK RECONCILIATION STATEMENT AS ON MARCH 31, 2019.

1. BANK BALANCE AS PER LEDGER MAINTAINED BY MR. VINOD 50,000.
2. CHEQUES ISSUED BUT NOT PRESENTED FOR PAYMENT RS.6,000.
3. THE BANK HAD DIRECTLY COLLECTED DIVIDEND OF RS.8,000 AND CREDITED TO BANK ACCOUNT BUT WAS NOT ENTERED IN BANK LEDGER AS MAINTAINED BY MR. VINOD.
4. BANK CHARGES OF RS.400 WERE NOT ENTERED IN THE BANK LEDGER AS MAINTAINED BY MR. VINOD.
5. CHEQUES FOR RS.6,000 WAS DEPOSITED BUT NOT COLLECTED BY THE BANK.