

Second Semester FYUGP Degree (Reg/Sup/Imp) Examination
April 2026

KU2DSCBBA101 - FUNDAMENTALS OF ACCOUNTING
2024 Admission onwards

Time : 2 hours

Maximum Marks : 70

Section A

Answer any 6 questions. Each carry 3 marks.

1. Analyse the branches of accounting.
2. Differentiate between accounting concepts and accounting conventions.
3. What is a transaction in accounting?
4. What are the features of trial balance?
5. What are the objectives of preparing a trial balance?
6. Find out Gross profit from the following figures
Opening stock 12,000
Sales 80,000
Freight 6,000
Purchases 50,000
Selling expense 8,000
Closing stock 20,000
Carriage 5,000
Wages and salaries 10,000
7. What do you mean by direct expenses? Give two examples of direct expenses.
8. What do you mean by grouping and marshalling of assets and liabilities?

Section B

Answer any 4 questions. Each carry 6 marks.

9. Journalize the following transactions:
 - March 01 Commenced business with cash 50,000
 - March 05 Purchased goods for cash 15,000
 - March 08 Sold goods to Ramesh on credit 12,000
 - March 12 Paid rent 3,000
 - March 18 Received cash from Ramesh 10,000
 - March 22 Paid wages 2,500

- March 25 Purchased furniture for office 7,000
- March 30 Withdrew cash for personal use 5,000

10. Prepare the Petty Cash Book on the imprest system:

- Jan 1 Balance in hand 12.50
- Jan 1 Received from the cashier 187.50
- Jan 3 Traveling expense 25.00
- Jan 5 Cartage 10.00, Postage 10.50
- Jan 10 Stationery 20.50
- Jan 15 Refreshment of customers 22.50
- Jan 30 Cartage 15.00, Postage 12.00, Entertainment 15.50, Wages to Coolie 21.50

11. What is a trial balance? Explain the features of a trial balance.

12. What is a Manufacturing account? How is it prepared?

13. Analyze the 2 methods of preparing Balance Sheet

14. Differentiate between Fixed Assets and Current Assets with examples

Section C

Answer any 2 questions. Each carry 14 marks.

15. XYZ Ltd invited applications for 2, 00,000 equity shares of Rs.10 each, payable as follows: Rs.3 on application, Rs.3 on allotment, and Rs.4 on the first and final call. The company received applications for 2,00,0,000 shares, all of which were accepted. All the amounts due were received except for the first and final call on 1,000 shares. These shares were forfeited, and 500 of them were reissued as fully paid for a payment of Rs.8 per share. Pass the necessary journal entries?

16. X Ltd invited applications for 2, 00,000 equity shares of Rs.10 each, payable as follows: Rs.3 on application, 3 on allotment, and Rs.4 on the first and final call. The company received applications for 1, 80,000 shares, all of which were accepted. All the amounts due were received except for the first and final call on 1,200 shares. These shares were forfeited, and 400 of them were reissued as fully paid for a payment of Rs.8 per share. Pass the necessary journal entries?

17. Describe in brief the different kinds of accounting concepts and principles.