

**BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI
(END SEMESTER EXAMINATION)**

CLASS: BHMCT
BRANCH: HMCT

SEMESTER : IV
SESSION : SP/2023

SUBJECT: HM210 BASIC ACCOUNTING

TIME: 3 Hours

FULL MARKS: 50

INSTRUCTIONS:

1. The question paper contains 5 questions each of 10 marks and total 50 marks.
2. Attempt all questions.
3. The missing data, if any, may be assumed suitably.
4. Before attempting the question paper, be sure that you have got the correct question paper.
5. Tables/Data hand book/Graph paper etc. to be supplied to the candidates in the examination hall.

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|---|-----|----|----|
| Q.1(a) Discuss the following accounting concepts - Business Entity Concept, Money Measurement Concept, Cost Concept, Going Concern Concept, Dual Aspect Concept | [5] | 1 | 2 |
| Q.1(b) M/s Ram is a trader dealing in food. For the following transactions, pass journal entries for the month of March 2023. | [5] | 1 | 3 |

March	Transactions	Rs
1	Commenced business with cash	1,00,000
3	Purchased goods from Ram & Co. on credit	50,000
7	Paid electricity charges by cash	5,000
16	Deposited cash with bank	20,000
28	Commission received in cash	1,000

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|---|--|------|---|---|
| Q.2(a) Post the following journal entries into ledgers. | | [10] | 2 | 3 |
|---|--|------|---|---|

Date (March'23)	Particulars	L.F.	Dr. (Rs)	Cr. (Rs)
1	Cash A/c Dr. To Capital A/c		5,00,000	5,00,000
2	Furniture A/c Dr. To Cash A/c		50,000	50,000
3	Bank A/c Dr. To Cash A/c		3,00,000	3,00,000
4	Wages A/c Dr. To Cash A/c		40,000	40,000

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|---|--|-----|---|---|
| Q.3(a) Differentiate among depreciation, depletion, and amortization. | | [5] | 3 | 4 |
| Q.3(b) Describe advantages and limitations of straight-line method of depreciation. | | [5] | 3 | 2 |

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| Q.4(a) Discuss the purpose and features of trial balance. | | [5] | 4 | 2 |
| Q.4(b) Describe errors of omission and errors of principle with example. | | [5] | 4 | 2 |

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|--|--|-----|---|---|
| Q.5(a) Prepare a trading account of M/s Gita from the following information related to March 31, 2023. | | [5] | 5 | 3 |
|--|--|-----|---|---|

	Rs
Opening Stock	60,000
Purchases	3,00,000
Sales	7,50,000
Purchases Return	18,000
Sales Return	30,000
Carriages on purchases	12,000
Factory rent	18,000
Wages (factory)	48,000
Factory Expenses	6,500
Coal and Gas used in Factory	10,000
Closing Stock	Nil

Q.5(b) From the following information, prepare a profit and loss account for the year ending [5] 5 3
March 31, 2023

	Rs
Gross Profit	60,000
Rent (office)	5,000
Salary	15,000
Commission paid	7,000
Interest paid on loan	5,000
Advertising	4,000
Discount received	3,000
Printing and stationary	2,000
Legal charges	5,000
Bad debts	1,000
Depreciation	2,000
Interest received	4,000
Loss by fire	3,000

.....24/04/2023.....M