

**BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI  
(MID-SEMESTER EXAMINATION SP/2025)**

**CLASS: BHMCT  
BRANCH: HMCT**

**SEMESTER: IV  
SESSION: SP/2025**

**SUBJECT: HM210 BASIC ACCOUNTING**

**TIME: 02 Hours**

**FULL MARKS: 25**

**INSTRUCTIONS:**

1. The question paper contains 5 questions each of 5 marks and total 25 marks.
2. Attempt all questions.
3. The missing data, if any, may be assumed suitably.
4. Tables/Data handbook/Graph paper etc., if applicable, will be supplied to the candidates

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		CO	BL
Q.1(a)	Explain the meaning and process of accounting.	[2] 1	2
Q.1(b)	Differentiate between bookkeeping and accounting.	[3] 1	3
Q.2(a)	Explain any two accounting concepts.	[2] 1	2
Q.2(b)	Prepare the Furniture Account with the following information: 2025 Feb. 1 Furniture in hand Rs. 1000. Feb.1 Furniture Purchased Rs. 2,000. Feb. 5 Furniture Sold Rs. 200. Feb. 28 Depreciation on Furniture 10%.	[3] 2	4
Q.3(a)	Distinguish between Reserve and Provision.	[2] 2	3
Q.3(b)	Record the following transactions in the Journal of Delhi Furniture Mart: 2025 Jan. 1 Started business with cash Rs. 10,000. Jan. 2 Deposited cash into bank Rs. 9,000. Jan. 3 Purchased machineries from Jawahar Rs. 5,000. Jan. 5 Paid wages Rs. 350 and Rent Rs. 200. Jan. 10 Goods sold to Sharma Rs. 3,000.	[3] 1	4
Q.4(a)	What are the different causes of depreciation? Explain them briefly.	[2] 3	2
Q.4(b)	Differentiate between Capital Receipt and Revenue Receipt.	[3] 2	3
Q.5(a)	Identify whether they are capital expenditure or revenue Expenditure: Cost of acquiring Machines Rs. 1,00,000. Renewal fee of License Rs 1,200. Cost of white-wash Rs. 3,500. Payment of fire insurance premium Rs. 300.	[2] 2	2,3
Q.5(b)	Explain the meaning of depreciation. Why is it necessary to provide for depreciation?	[3] 3	2

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