Seat No.: _____ Enrolment No._____

# GUJARAT TECHNOLOGICAL UNIVERSITY

**BHMCT- SEMESTER– 2 EXAMINATION – SUMMER 2016**

**Subject Code: 123305** **Date: 07/06/2016**

**Subject Name: Basic Accounts**

**Time: 10.30AM – 01.00PM** **Total Marks: 70**

**Instructions:**

1. **Attempt any five questions.**
2. **Make suitable assumptions wherever necessary.**
3. **Figures to the right indicate full marks.**

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|---|---|---|---|
| **Q.1** | **(a)** | Write basic five functions of Accounting. | **07** |
| | **(b)** | Write short note on Accounting Concepts. | **07** |
| **Q.2** | **(a)** | Write advantages of Double Entry System. | **07** |
| | **(b)** | Write the difference between Journal and Ledger. | **07** |
| **Q.3** | **(a)** | What is Trial Balance? Write the objectives of Trial Balance. | **07** |
| | **(b)** | Write the features and limitations Trial Balance. | **07** |
| **Q.4** | **(a)** | Journalise the following transactions in the books of Shankar & Co.<br><br>June 1. Started business with a capital of Rs. 60000<br>June 2. Paid into bank Rs. 30000<br>June 4. Purchased goods from Kamal on credit Rs. 10000<br>June 6. Paid to Shriram Rs. 4920<br>June 7. Discount allowed by him Rs. 80<br>June 8. Cash Sales Rs. 20000<br>June 9. Sold to Hameed Rs. 5000 | **07** |
| | **(b)** | Write the difference between Trial Balance & Balance Sheet. | **07** |
| **Q.5** | **(a)** | What are Subsidiary Books? Write a note on Purchase book. | **07** |
| | **(b)** | Write a note on Final Accounts. | **07** |
| **Q.6** | **(a)** | What is Trading account? Write the importance of Trading accounts. | **07** |
| | **(b)** | What is Balance Sheet? Write the characteristics of Balance Sheet. | **07** |
| **Q.7** | **(a)** | State the meaning of Depreciation? Also explain Straight Line Method & Written Down Value method of computing Depreciation. | **07** |
| | **(b)** | A company purchased an old machinery for Rs. 500000 on 1st January 2014. It decided to write off depreciation @ 20% through diminishing balance method on annual basis. The machine was sold on 1st July 2015 for a sum of Rs. 400000. You required to prepare machinery account for 2014 & 2015. | **07** |

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