

PART – I

(PAPER – II)

Total Number of
Questions : 30

Maximum Marks : 150

Time : 3 Hours

INSTRUCTIONS (നിർദ്ദേശങ്ങൾ)

1. Question cum Answer Booklets are processed by electronic means. The following instructions are to be strictly followed to avoid invalidation of answer scripts.
(ചോദ്യവും ഉത്തരവും അടങ്ങുന്ന ഈ ബുക്ക് ലെറ്റുകൾ ഇലക്ട്രോണിക് സാങ്കേതിക വിദ്യയുടെ സഹായത്തോടുകൂടെ മൂല്യനിർണ്ണയം നടത്തുന്നതിനാൽ ഇവ അസാധുവാകാതിരിക്കുവാൻ താഴെപ്പറയുന്ന നിർദ്ദേശങ്ങൾ പൂർണ്ണമായും പാലിക്കുക.)
2. The first page of this question cum Answer Booklet is an OMR data Sheet (Part I). All entries in the OMR sheet are to be made with blue or black ball point pen only.
(ഈ പുസ്തകത്തിന്റെ ഒന്നാമത്തെ പേജ് ഒരു ഒ.എം.ആർ. ഡാറ്റാ ഷീറ്റാണ് (പാർട്ട് I). ഇത് നീലയോ, കറുപ്പോ നിറത്തിലെ ബോൾ പോയിന്റ് പേന ഉപയോഗിച്ച് മാത്രമേ പൂരിപ്പിക്കാവൂ.)
3. Make sure that register number is bubbled correctly and completely; no correction is permitted.
(രജിസ്റ്റർ നമ്പർ രേഖപ്പെടുത്തുന്നതിനുള്ള കുமிழകൾ കൃത്യമായും പൂർണ്ണമായും കറുപ്പിച്ചിട്ടുണ്ടെന്ന് ഉറപ്പു വരുത്തുക. തിരുത്തലുകൾ അനുവദനീയമല്ല.)
4. Do not tamper the bar code printed on the OMR sheet and subsequent pages. Tampering of bar code will result in the invalidation of this booklet.
(ഈ പുസ്തകത്തിൽ എവിടെയും പ്രിന്റ് ചെയ്തിരിക്കുന്ന ബാർ കോഡിൽ ഒരു കാരണവശാലും തിരുത്തലുകളോ, മാർക്കുകളോ പാടില്ല. ഇതിനു വിരുദ്ധമായി ചെയ്യുന്ന പക്ഷം ഈ പുസ്തകം അസാധുവാകുന്നതാണ്.)
5. Answers should be written with blue or black ball point pen only.
(ഉത്തരങ്ങൾ നീലയോ, കറുപ്പോ നിറത്തിലെ ബോൾ പോയിന്റ് പേന ഉപയോഗിച്ച് മാത്രമേ എഴുതാവൂ.)
6. Do not write anything outside the margin of space provided for writing the answer and write only one line of answer between two lines.
(പുസ്തകത്തിൽ ഉത്തരം എഴുതുവാൻ നൽകിയിരിക്കുന്ന സ്ഥലത്തിനു വെളിയിൽ യാതൊന്നും തന്നെ എഴുതുവാൻ പാടില്ല. രണ്ടു വരകൾക്കിടയിൽ ഒരു വരി ഉത്തരം മാത്രമേ എഴുതുവാൻ പാടുള്ളൂ.)
7. Rough work should be done only in the specific page provided with.
(റഫ് വർക്കുകൾ ഇതിനായി നൽകിയിരിക്കുന്ന പേജിൽ മാത്രമേ ചെയ്യുവാൻ പാടുള്ളൂ.)

1. Explain the need for accounting information to the following uses categories :
 - (a) Potential investors
 - (b) Long term creditors (3 Marks)
2. Differentiate between grouping and marshalling of assets and liabilities. (3 Marks)
3. Explain the meaning of :
 - (a) Open cheque
 - (b) Stale cheque (3 Marks)
4. Differentiate between general reserve and specific reserve with appropriate examples. (3 Marks)
5. Describe three items with which voyage account is credited. (3 Marks)
6. Discuss about the concept of deferred revenue expenditure with two examples. (3 Marks)
7. Briefly discuss about the concept of cost book mining company. (3 Marks)
8. Define :
 - (a) Sunk cost
 - (b) Conversion cost (3 Marks)
9. What do you mean by double account system? (3 Marks)
10. What is book keeping? Explain its scope with regard to accounting process. (5 Marks)
11. Briefly discuss about the limitations of financial accounting. (5 Marks)

12. State with reason whether each of the following statement is True or False :
- (a) Financial statement is the term used to denote balance sheet.
 - (b) Outstanding salary is shown as an asset in balance sheet.
 - (c) Discount received is shown on the credit side of trading account.
 - (d) Goodwill is an example for tangible asset.
 - (e) In the order of liquidity capital is presented as the first liability item. (5 Marks)
13. Pass journal entries to close the following accounts :
- (a) Purchase return
 - (b) Freight
 - (c) Commission received
 - (d) Wages
 - (e) Interest received (5 Marks)
14. Explain the need for depreciation. (5 Marks)
15. Differentiate between bill of exchange and promisory note. (5 Marks)
16. On 1st April 2020, X Ltd purchased a machine worth ₹ 40,000 and spent ₹ 10,000 for its installation. The life of the machine is 4 years with expected scrap value of ₹ 2,000. On 1st October 2021, the machine was sold for ₹ 28,000. Depreciation was charged under straight line method. Prepare machinery account assuming that business follows financial year for accounting. (5 Marks)
17. How would you treat the following items with regard to voyage in progress.
- (a) Income received for incomplete portion of the journey.
 - (b) Expense on incomplete portion of the journey. (5 Marks)
18. Write notes on :
- (a) Bunker cost
 - (b) Stevedoring charges. Explain their accounting treatment in voyage account. (5 Marks)

19. Discuss about the advantages of self balancing ledger. (5 Marks)
20. Compute the income from subscription for the year 2022 from the extracts relating to a club. (5 Marks)

	1.1.2022	31.12.2022
Outstanding subscription	₹ 9,500	₹ 7,000
Advance subscription	₹ 22,800	₹ 5,200
Subscription received during the year ₹ 1,48,900.		

21. Prepare the format for manufacturing account. (5 Marks)
22. Differentiate between process costing and job costing. (5 Marks)
23. List the major components of general balance sheet under double entry system. (5 Marks)
24. From the following extract, compute prime cost.

Stock on 1st Jan 2022

Raw materials	₹ 22,000
Finished goods (1600 tonnes)	₹ 17,600

Stock on 31st Dec. 2022

Raw materials	:	₹ 24,000
Finished goods (3200 tonnes)	:	₹ 35,200
Purchase of raw materials	:	₹ 1,32,000
Direct wages	:	₹ 1,10,000
Carriage inwards	:	₹ 1,500
Rent	:	₹ 44,000

(5 Marks)

25. Pass rectification entries :

- (a) A cheque for ₹ 2,000 given to Mr. X was wrongly debited to Mr. "Y" 's a/c.
- (b) Sale of furniture for ₹ 5,000 has been credited to sales a/c
- (c) Life insurance premium paid ₹ 500 has been debited to insurance account.
- (d) Payment of salary by cheque ₹ 8,000 has been posted to the credit side of salary a/c. (8 Marks)

26. How will you treat the following adjustment items in the final accounts?

- (a) Reserve for discount on creditors.
- (b) Manager's commission on profit.
- (c) Goods in transit
- (d) Interest on drawings. (8 Marks)

27. Give journal entries as would appear in Mr. X's books. On 5th January 2022, Mr. X drawn three bills on Mr. Y for ₹ 1,000, ₹ 800 and ₹ 500 payable at 4, 3 and 2 months respectively.

10th Jan : He endorsed the first bill in favour of Mr. Z.

15th Jan : He discounted the second bill with his bank for ₹ 750

20th Jan : He was paid the proceeds of the third bill at a rebate of 5% on the total amount of the bill. On due date first and second bills were dishonoured, but the third bill was paid. (8 Marks)

28. What are the major differences between income and expenditure account and receipt and payment account? (8 Marks)

29. From the following information, compute machine hour rate for Machine No. 3

	₹
Cost of machine	22,000
Scrap value	600
Repairs for working life	1,500
Standing expenses for 4 week period	1,600
Effective working life	10000 hrs
Power 6 units @ 5 paise/unit	
Operating hours during 4 week	
Period	120 hrs

There are 40 machines in number in the work shop each bearing equal overhead charges. (8 Marks)

30. Elaborate about the advantages and disadvantages of double account system. (8 Marks)
