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(1st Semester)

COMMERCE

Paper No. : BC-104

(Financial Accounting—I)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. Indicate whether the following statements are *True (T)* or *False (F)* by putting a Tick (✓) mark : 1×5=5

(a) Accounting is recognized and characterized as a storehouse of information.

(T / F)

(b) Income increases due to decrease in unit cost price.

(T / F)

(c) In the hire-purchase system, the title of ownership of goods passes immediately on signing the agreement.

(T / F)

(d) At the time of payment of royalty, lessee debits royalty account.

(T / F)

(e) On the admission of a new partner, all accumulated profits and losses must be transferred to revaluation account.

(T / F)

2. Fill in the blanks :

1×5=5

(a) is often referred to as the language of the business.

(b) Accrued income is otherwise known as income.

(c) Each instalment includes payment towards cash price and

(d) Royalty account is a
account.

(e) The capital accounts of partners may be
..... or fluctuating.

3. Match the items of List—A with those of List—B by
placing the codes from List—B in the brackets
provided : 1×5=5

<i>List—A</i>		<i>List—B</i>
(a) AS-3	()	(i) Cash flow statement
(b) Prepaid income	()	(ii) Liabilities
(c) Gaining ratio	()	(iii) Partnership
(d) Shortworking	()	(iv) Redeemable dead rent
(e) Instalment purchase system	()	(v) Contract of sale

(4)

4. Write short notes on the following not exceeding
more than 5 sentences each : 2×5=10

(a) Matching concept

(5)

(b) Direct expenses

(6)

(c) Instalment system

(7)

(d) Minimum rent

(8)

(e) Partnership deed
