

**2 0 1 5**

( 2nd Semester )

**COMMERCE**

Paper No. : BC-204

**( Financial Accounting—II )**

( PART : A—OBJECTIVE )

( Marks : 25 )

*The figures in the margin indicate full marks for the questions*

**SECTION—I**

( Marks : 15 )

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

(a) Hendriksen is considered as the father of modern accounting theory.

( T / F )

(b) Book debts are shown under List-E.

( T / F )

(c) Under debtors system, Branch Account discloses profit or loss of the branch.

( T / F )

(d) Branch Stock Account is always prepared at cost price.

( T / F )

(e) Premium is the main source of income of an insurance company.

( T / F )

2. Fill in the blanks :

1×5=5

(a) Excess of private assets over private liabilities is shown on the ..... side of the Deficiency Account.

(b) Department accounts are prepared to know separately the ..... of each department.

(c) The Balance Sheet of a banking company is drawn up according to ..... in Third Schedule.

(d) ..... Balance Sheet is prepared to know surplus or deficiency of life insurance.

(e) Creditors' ledger is called .....

3. Match the items of *List—A* with that of *List—B* and place it in the right code : 1×5=5

*List—A*

*List—B*

- |                        |     |                            |
|------------------------|-----|----------------------------|
| (a) Deficiency Account | ( ) | (i) Premium Earned         |
| (b) Goodwill Account   | ( ) | (ii) General Ledger        |
| (c) Slip System        | ( ) | (iii) Loans and Advances   |
| (d) Schedule-1         | ( ) | (iv) Interest Earned       |
| (e) Section 20         | ( ) | (v) Banking Companies      |
|                        |     | (vi) Self-balancing Ledger |
|                        |     | (vii) Insolvency Account   |

( 4 )

SECTION—II

( Marks : 10 )

4. Write short notes on the following : 2×5=10

(a) Decision Theory

( 5 )

(b) Statement of Affaris

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( 6 )

(c) Types of Branch Account

( 7 )

(d) Statutory Reserve

( 8 )

(e) Sectional Balancing System

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