

Roll No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Total No. of Pages : 02

Total No. of Questions : 09

BHMCT (Sem.-2)
ACCOUNTS – II
Subject Code : BH-106
Paper ID : [C0312]

Time : 3 Hrs.

Max. Marks : 30

INSTRUCTIONS TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying ONE mark each.
2. SECTION-B contains FIVE questions carrying 2½ (Two and Half) marks each and students have to attempt any FOUR questions.
3. SECTION-C contains THREE questions carrying FIVE marks each and students have to attempt any TWO questions.

SECTION-A**1. Write short notes on :**

- a. Give two examples of errors of commission.
- b. Any three limitations of trial balance.
- c. Define Bank Reconciliation statement.
- d. Explain the term Outstanding expenses.
- e. Direct expenses.
- f. Bad debt.
- g. Define current assets.
- h. Marshalling of balance sheet.
- i. Define the name of assets that can be depreciated.
- j. Gross profit.

SECTION-B

2. What is the difference between capital and revenue expenditure?
3. State any five differences between pass book and cash book balances.
4. Define the impact of adjustment entries on profit and loss account and balance sheet.
 - a. Closing stock b. Depreciation c. Prepaid expenses
5. Prepare the format of balance sheet, Trading and Profit & Loss account.
6. “*Trial balance is known as the arithmetic accuracy of accounts*”. Do you agree with this statement? Comments.

SECTION-C

7. From the following balances extracted from the books M/s. Ravish. Prepare Trial Balance as on 31st March.

Description	Amount	Description	Amount
Bank Loan	14,000	Machinery	25000
Marketable security	6,500	Drawings	3,500
Bills Payable	1,000	Kitchen equipments	40,000
Income received in advance	3,500	Maintenance expense	5,000
Sundry Debtors	12,000	Miscellaneous expenses	4,800
Outstanding salary	2,500	Bank overdraft	1,500
Prepaid expense	2,000	Discount Allowed	2,000
Insurance expense	7,300	Unexpired insurance	8,500
Owner's investment	95,000	Interest Payable	500
Rent & Rates expense	400		
Discount Received	14,000		
Accrued Income	15,000		

8. What is the difference between Trading and profit & Loss account and Balance sheet?
9. Enumerate the steps to ascertain correct cash book balance.