

**Term End Examination- June, 2017**  
**Programme Title: Diploma in Management**  
**Course: Accounting for Managers**  
**Course Code: DIM-5**  
**Session: 2015-16**

Time-3 Hours  
Full Marks-100

Answer any four questions from Group-‘A’, any two questions from Group- ‘B’ and any three questions from Group-‘C’.

**Group ‘A’**

(Answer any four questions each within 100 words)

Marks: 5 X 4= 20

Q.No.1

- (a) What do you mean by Accounting? Briefly describe the functions of accounting. (2+3)
- (b) Narrate the two systems of accounting with suitable examples. (5)
- (c) What do you mean by cash basis of accounting? (5)
- (d) What is the difference between drawings and capital? (5)
- (e) Explain the differences between trade discount and cash discount. (5)
- (f) What do you mean by depreciation? Explain the need for providing depreciation. (2+3)
- (g) Enumerate the various types of assets with suitable example. (5)

**Group ‘B’**

(Answer any two questions each within 250 words)

Marks: 10 X 2= 20

Q.No.2

- (a) What do you mean by ledger? Why is it known as the principal book of accounts? What is the relationship between journal and ledger? (2 +3+5)
- (b) Describe accrual basis of accounting with a suitable example. Differentiate between cash basis of accounting and accrual basis of accounting. (5+5)
- (c) What do you mean by Balance Sheet? What is the purpose of preparing Balance Sheet? Draw a hypothetical (2+3+5)
- (d) What do you mean by diminishing balance method of depreciation? Describe the difference between straight line method and diminishing balance method of depreciation. (5+5)
- (e) Write Short notes on: (5+5)
  - (i) Consistency and conservatism in accounting
  - (ii) Trial Balance

**Group ‘C’**

(Answer any three questions each within 500 words)

Marks: 20 X 3= 60

Q.No.3

- (a) What is book keeping? What are the characteristics of book keeping? What are the differences between book keeping and accounting? (5+5+10)
- (b) What short notes on: (4X5=20)
  - (i) Business Entity concept

- (ii) Going concern concept
- (iii) Trading Account and its components
- (iv) Marshalling of Balance Sheet

(c) What do you mean by Trial Balance? What are the objectives of Trial Balance? Differentiate between Trial Balance and Balance Sheet .(5 +5+ 10)

(d) Define depreciation, depletion and Amortization. Discuss the different causes of depreciation. (20)

(e) Give journal entries for the following transactions for the month of December 2016.

<b>Date</b>	<b>Transactions</b>
Dec.1	Ratan started business with cash Rs.30,000
Dec.4	Deposited Rs.20,000 in bank
Dec.5	Purchased goods for cash Rs.5,000
Dec.8	Purchased goods from Abhay Rs.2,000
Dec.15	Paid wages Rs.1,000
Dec.17	Paid rent through cheque Rs.5,000
Dec.21	Purchased machinery through cheque Rs.10,000
Dec.23	Sales made to Arjun Rs.6,000
Dec.28	Received cash from Arjun Rs.6,000