ALLAMA IQBAL OPEN UNIVERSITY

Level: Bachelor
Paper: Principles of Accounting (438)

Semester: Spring Maximum Marks:

2009 100

Time Allowed: 3 hrs

Pass Marks: 40

Q.NO.1	In double Entry System. Illustrate your answer by putting some increase & decrease of variable accounting for Personal, Nominal & Real Accounts.			
Q.NO.2	What is difference between "Realization Account" and "Re-valuation Account"? What entries will be passed in both the cases			
Q.NO.3	Explain the basic factors, which are usually considered while determining the depreciation of any particular Assets?			
Q.NO.4	Rizwan, Imran and Reehan are partners. They share profit & loss in 5:3:2 ratio. There Balance Sheet on 31st Dec,2007 is as under:-			
	EQUITIES	RS.	<u>ASSETS</u>	RS.
	Sundry creditors	15,000	Chas in hand Cash at Bank	5,650 3,000
	Bank overdraft 6,000 Rizwan,s capital 90,000 Imran,s capital 70,000		Sundry Debtors 11,500 Stock 45,850 Furniture 6000	45,850
	Reehan,s capital 50,000	2,10,000	Less depreciation 600 Machinery 49,00 Less depreciation 440 Building	0 44,600 76,000
		2,31,000	Tools(Less Depreciation)	39,000 2,31,000
	ii. R: iii. B: iv. Tc v. Ft vi. K.	sock is revalued Rs 42,300. s 200 on Debtors is not received. uilding is appreciated Rs 34,000 cols are revalued Rs 37,000. Machiamran contributed Rs 80,000 for leading will Account for Rs 84,750 is 2001.	/5 Share in profit.	
	 a. Goods of Rs 68 returned by smith on 30th Dec, were taken into stock, but no entry was passed until January of the following year. b. Iron griders of Rs 218 purchased for enlarging the factory, has been debited to purchases Account. c. A dishonored cheque of Rs 20, had been posted to Allowance account in stead of account of R.Down, from whom it had been received. d. Several creditors balances of Rs 270 stood in the "Bought hedger" representing cash paid for goods, but reinvoices had been passed in books. Required: - (i) Correct the Errors and show the (ii) Effect of the profit. 			
	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had	of Rs 218 purchased for enlarging d cheque of Rs 20, had been pos- been received. itors balances of Rs 270 stood in been passed in books.	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash p	ecount. ount of R.Down, from
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct t	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood in been passed in books. he Errors and show the (ii) Effection	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash p	eccount. bunt of R.Down, from baid for goods, but no
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood in been passed in books. he Errors and show the (ii) Effectingle entry. His financial position of January 2008	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash per of the profit. On 1st January and 31st Dec 2008 is as under 31st December 2008	eccount. bunt of R.Down, fron aid for goods, but no
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si	of Rs 218 purchased for enlarging d cheque of Rs 20, had been post-been received. itors balances of Rs 270 stood in been passed in books. he Errors and show the (ii) Effectingle entry. His financial position	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash pet of the profit. On 1 st January and 31 st Dec 2008 is as under 31 st December 2008 Rs 1160 14,400	eccount. bunt of R.Down, from baid for goods, but n
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position with the standard position of the standa	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash pet of the profit. On 1st January and 31st Dec 2008 is as under 31st December 2008 Rs 1160 14,400 20,840	eccount. bunt of R.Down, from
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credit invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position with the standard position of the standa	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash pet of the profit. On 1 st January and 31 st Dec 2008 is as under 31 st December 2008 Rs 1160 14,400	eccount. bunt of R.Down, from baid for goods, but n
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credit invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position with the standard position of the standa	the factory, has been debited to purchases A sted to Allowance account in stead of account in the "Bought hedger" representing cash pet of the profit. On 1 st January and 31 st Dec 2008 is as under 31 st December 2008 Rs 1160 14,400 20,840 37,800	eccount. bunt of R.Down, from baid for goods, but no
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credit invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position of January 2008 NIL 3600 19,200 30,000 28,000 1,000 30,000	the factory, has been debited to purchases A sted to Allowance account in stead of account in the "Bought hedger" representing cash pet of the profit. On 1 st January and 31 st Dec 2008 is as under 31 st December 2008 Rs 1160 14,400 20,840 37,800 24,000	eccount. bunt of R.Down, from baid for goods, but no
Q.NO.6	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery Furniture & Fixture During the year Zafar with Plant & Machinery by 12% interest on capital at 5%.	of Rs 218 purchased for enlarging d cheque of Rs 20, had been posteen received. itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position with the standard position of the standa	the factory, has been debited to purchases A sted to Allowance account in stead of account in the "Bought hedger" representing cash per of the profit. The standard and 31st Dec 2008 is as under a standard and a stan	ecount. Sound of R.Down, from Paid for goods, but notes The country of the cou
Q.NO.6 Q.NO.7	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery Furniture & Fixture During the year Zafar with Plant & Machinery by 12% interest on capital at 5%. Required: - As certain proof on 31st March, 2009, bank only Rs 750 had not been decided.	of Rs 218 purchased for enlarging d cheque of Rs 20, had been possible been received. Itors balances of Rs 270 stood it been passed in books. he Errors and show the (ii) Effectingle entry. His financial position of the state	the factory, has been debited to purchases A sted to Allowance account in stead of account in the "Bought hedger" representing cash per of the profit. The standard and 31st Dec 2008 is as under a standard and a stan	ne business. Depreciate Doubtful Debts. Allow
Q.NO.7	b. Iron griders of c. A dishonored whom it had d. Several credit invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery Furniture & Fixture During the year Zafar with Plant & Machinery by 12% interest on capital at 5%. Required: - As certain professented up to 31st March and dividend of Rs 130 up Required: - Find out the brown it. Wages paid: Expenses iii. Expenses iii. Expenses iii. The incomity. Net profit	of Rs 218 purchased for enlarging d cheque of Rs 20, had been possible been received. Itors balances of Rs 270 stood in been passed in books. he Errors and show the (ii) Effectingle entry. His financial position is a January 2008 NIL 3600 19,200 30,000 28,000 1,000 30,000 9,200 draw Rs 12,500, of which Rs 9,500 b. Furniture & fixture by 10%, Van offit or loss of Zafar for the year at statement showed a credit balance leared up to 31st March. Cheque: Bank had debited Rs 35 for sun to 31st March. alance apper Cash-Book. ks. Id for in stalling a Machine should which are paid as in advance, should which are paid as in advance, should which are paid as in advance, should which is pre received is also should which is pre received is also should be which as the preceived is also should	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash protect of the profit. In 1st January and 31st Dec 2008 is as under 31st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 Rs 2160 2008 24,000 24,000 25,000 26,000 27,000 28,000 29,000 2008 2008. The profit of purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. The profit of the profit	ne business. Depreciate Doubtful Debts. Allow
	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Zafar keeps his books on si Zafar keeps his Zafar keeps his books on si Zafar keeps his books	of Rs 218 purchased for enlarging d cheque of Rs 20, had been possible been received. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in been passed in books. State of Rs 270 stood in books. To stood	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash protect of the profit. In 1st January and 31st Dec 2008 is as under 31st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 Rs 1160 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 It does not be a specific to the specifi	te business. Depreciate Doubtful Debts. Allowed in the bank, business from customer Rs 80
Q.NO.7	b. Iron griders of c. A dishonored whom it had d. Several credi invoices had Required: - (i) Correct to Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery Furniture & Fixture During the year Zafar with Plant & Machinery by 12% interest on capital at 5%. Required: - As certain professional of the presented up to 31st March and dividend of Rs 130 up Required: - Find out the band i. Wages pai ii. Expenses iii. The incomi v. Net profit v. Net loss is (B) Following state ii. "Closing State in Correct to Correct the profit of the profit	of Rs 218 purchased for enlarging d cheque of Rs 20, had been possible been received. Store balances of Rs 270 stood in been passed in books. The Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the Errors and show the Rs 9,500 and 1,000 and	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash protect of the profit. In 1st January and 31st Dec 2008 is as under 31st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 Rs 1160 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 0 spent for purchase of a delivery van for the by 8% and making a reserve of 3% Bad & 12008. In 1st December 2008 Rs 1160 14,400 15,400 16,4	te business. Depreciate Doubtful Debts. Allow
Q.NO.7	b. Iron griders of c. A dishonored whom it had d. Several credit invoices had Required: - (i) Correct to Zafar keeps his books on si Cash in hand Rs Bank Balance Rs Stock Account Receivable Account Payable Bills Payable Plant & Machinery Furniture & Fixture During the year Zafar with Plant & Machinery by 12% interest on capital at 5%. Required: - As certain professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and dividend of Rs 130 up Required: - Find out the best of the professented up to 31st March and 31st March	of Rs 218 purchased for enlarging d cheque of Rs 20, had been possibeen received. Itors balances of Rs 270 stood in been passed in books. he Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry. His financial position of the Errors and show the (ii) Effectingle entry 2008 NIL 3600 19,200 30,000 28,000 1,000 30,000 9,200 draw Rs 12,500, of which Rs 9,500 b. Furniture & fixture by 10%, Van offit or loss of Zafar for the year attacked up to 31st March. Chequents as the Errors and Statement showed a credit balance entry and the Errors and	the factory, has been debited to purchases A sted to Allowance account in stead of account the "Bought hedger" representing cash protect of the profit. In 1st January and 31st Dec 2008 is as under 31st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 1,400 2008. It is a delivery van for the by 8% and making a reserve of 3% Bad & 1 amounting to Rs 3500 were issued, but che first charges and bank had received directly be debited to a lid appear as a sown on a light profit. In 1st December 2008 Rs 1160 14,400 20,840 37,800 24,000 1,400 1,400 2008. It is a light profit to the profit of th	cecount. Dount of R.Down, from the business. Depreciate Doubtful Debts. Allow cosited in the bank, but the business for Rs 1200 not from customer Rs 80