

Name:.....
Register No:.....

First Semester Diploma in Word Processing and Accounting Examination

MODEL QUESTION PAPER

DWA1C03 – Computer Accounting
(With effect from 2012 Admission)

Time: 3 Hours

Total Marks: 100

Part A

(Answer any 15; Each Question carries 1 mark)

1. Interest on investments received from ICICI is
 - a) Capital receipt
 - b) Revenue receipt
 - c) Capital expenditures
 - d) Revenue expenditures
2. Goodwill is :
 - a) A current asset
 - b) An intangible fixed asset
 - c) A tangible fixed asset
 - d) An investment.
3. Paper purchased for use as stationery is:
 - a) Capital expenditure;
 - b) Revenue expenditure;
 - c) Deferred revenue expenditure;
 - d) None of the above.
4. Advertising campaign to launch a new product is:
 - a) Capital expenditure
 - b) Revenue expenditure
 - c) Deferred revenue expenditure
 - d) None of the above
5. Sales of office computer should be credited to
 - a) Sales Account
 - b) Computer Account
 - c) Purchase Account.
 - d) Cash 6.Account
6. A Bank Reconciliation Statement is prepared by
 - a) The Bank
 - b) The Government
 - c) The Bank Account holder
 - d) The user of financial statements
7. In which of the following methods, is the cost of the asset written off in equal proportion during its useful economic life?
 - a) Straight line method
 - b) Written down value method
 - c) Units-of-production method
 - d) Sum-of-the-years-digits
8. Stock is:
 - a) Included in the category of fixed assets
 - b) An investment.
 - c) A part of current assets
 - d) An intangible fixed asset
9. Sales is equal to :
 - a) Cost of goods sold - Gross profit.
 - b) Cost of goods sold+ Gross profit
 - c) Gross profit - Cost of goods sold.
 - d) Cost of goods sold + Net profit

10. Abilash purchased goods for 5,00,000/- and sold 60% of such goods during the accounting year ended 31st March, 2012. The market value of the remaining goods was ` 1,00,000. He valued the closing stock at cost. He violated the concept of
- a) Money measurement
 - b) Conservatism
 - c) Cost
 - d) Periodicity
11. Goods withdrawn by the proprietor is an example of
- a) Increase in asset and increase in liability
 - b) Decrease in liability and decrease in asset.
 - c) Increase in asset and decrease in liability
 - d) Increase in one asset and decrease in another asset
12. Accounting policy for inventories of AB Enterprises states that inventories are valued at the lower of cost determined on weighted average basis or not realizable value. Which accounting principle is followed in adopting the above policy?
- a) Materiality.
 - b) Prudence.
 - c) Substance over form.
 - d) All of the above
13. The Cash Book records:
- a) All cash receipts
 - b) All cash payments
 - c) All cash receipts and payments
 - d) Cash and credit sale of goods.
14. If Ram has sold goods for cash, the entry will be recorded
- a) In the Cash Book
 - b) In the Sales Book
 - c) In the Journal
 - d) In the Stock Book.
15. Prepaid insurance account:
- a) Personal
 - b) Real
 - c) Nominal
 - d) None of the above
16. When a transaction is recorded on both sides of a cash book, it is called.
- a) Compound Entry
 - b) Contra Entry
 - c) Double Entry
 - d) Journal Entry
17. F4 key is used in Tally is for getting.
- a) Purchase Register
 - b) Debit Note
 - c) Contra Voucher
 - d) Payment Voucher
18. A digital signature is used to ensure:
- a) Integrity
 - b) Security
 - c) Privacy
 - d) Standard
19. Expansion of ATM is
- a) Asynchronous Telling Machine
 - b) Automatic Telling Machine
 - c) Automated Teller Machine
 - d) Automatic Transaction Machine
20. Credit Note is associated with
- a) Sales returns
 - b) Sales
 - c) Purchases
 - d) Purchase Returns

Part B

(Answer any 10; Each Question carries 2 marks)

21. Assets. Is equal to plus Liabilities
22.is the process of recording and classifying business financial transactions
23. The error committed due to wrong posting of transactions is known as errors of
24. As per ICAI norms is a measure of wearing out of consumption or other loss of value of depreciable asset arising from use, effusion of time or obsolescence through technology and market change.
25. reserve is a reserve which doesn't appear in the Balance Sheet.
26. To view detailed /condensed reports of all the reports in Tally, Press
27. Expansion of GAAP is
28. Asset accounts always have a balance
29. According to concept it is assumed that the business will last for a long time.
30. Cash book is a
31. Tally could provide two types of reports. They are Financial Reports and reports.
32. Accounts related to assets come under accounts.
33. An event invoking some values between two or more entities is known as
34. The principal book of accounting system is
35. Write down value method is a method used in calculating.....

Part C

(Answer any 10; Each Question carries 3 marks)

36. What are the objectives of accounting?
37. Who are the internal users of accounting?
38. List out any four basic accounting principles
39. What do you mean by dual aspect concept?
40. Explain the concept of prudence with relevant example.
41. What are the objectives of accounting standard?
42. What are the different types of business ownerships?
43. Differentiate book keeping and accounting
44. List out the functions of accounting
45. What is meant by Bank Reconciliation Statement?
46. Define inventory. What is Inventory Management?
47. List out any four item having long term liability and short term liability.
48. Define the term depreciation
49. What are the basic management reports?
50. Explain m-commerce with an example.

Part D

(Answer any 7; Each Question carries 5 marks)

51. Write brief note on Debit, Credit and Smart cards.
52. What are the risks in electronic payment systems?
53. Explain any five basic accounting concepts.
54. What are the different types of inventory books? How to prepare them in Tally?
55. Briefly discuss Balance sheet with an example.
56. Give the classification of Accounting Packages. Explain any of them.
57. Explain business ethics. What is Ethical behaviour?
58. What are the different voucher types? Explain them.
59. Explain the use of Bank Reconciliation Statement with emphasis on cash book and bank pass book
60. Explain different types of errors associated with accounting.