

**Dr. Kanailal Bhattacharyya College**  
**College Internal Evaluation, 2021**  
**Subject – Financial Accounting I**  
**(CC 1.1CH)**  
**B.Com (H) Semester I**

**Full Marks:-10**

**Time:-1hour**

**Answer any five questions (5×2)**

- 1) Mention two internal & two external users of accounting information?
- 2) State the two primary functions of accounting?
- 3) Using accounting equation **calculate total assets** from the following information:  
i) Capital ₹5,00,000 ii) Creditors ₹3,00,000 iii) Revenue during the period ₹5,20,000, iv) Expenses during the period ₹ 3,80,000
- 4) State the **name of accounting concept and convention** applied in each of the following cases:
  - a) Recording of capital contributed by the owner in a sole proprietorship business as liability.
  - b) Unsold stock is valued at lower of cost or net realizable value.
- 5) State the reason whether the following are **Capital or Revenue expenditure**:
  - a) ₹ 50000 spent towards addition to the machinery
  - b) ₹ 10000 spent for whitewashing the factory building
- 6) Give an example of Compensating Error?
- 7) What do you mean by self –balancing system?
- 8) What do you mean by GAAP?