QP CODE: D2BCM2504	(Pages: 2)	Reg. No	:	....
		Name	:	....

Second Semester (FYUGP) Degree Examination April 2026

(Regular/Improvement/Supplementary)

Multi-Disciplinary Courses (MDC)

COM2FM106(3) : FOUNDATIONS OF ACCOUNTING

(Credits: 3)

Time: 1.5 Hours	Maximum Marks: 50

Section A

Answer the following questions. Each carries 2 marks (Ceiling: 16 marks)

1.	Name the primary sources of accounting information used by businesses.	BL2	CO1
2.	What is meant by Drawings in accounting?	BL2	CO1
3.	State the rules of debit and credit for personal, real, and nominal accounts.	BL1	CO1, CO2
4.	Define a transaction	BL1	CO1, CO2
5.	Define journalizing in accounting.	BL1	CO1, CO2
6.	List any three features of depreciation.	BL2	CO2
7.	What is the significance of the bank column in a cash book?	BL2	CO1
8.	What do you mean by ficticious assets?	BL1	CO3
9.	Differentiate between revenue expenditure and capital expenditure with an example.	BL3	CO1
10.	Classify the following items under the correct financial statement (Trading Account, Profit & Loss Account, or Balance Sheet): (a) Salaries Paid (b) Machinery	BL3	CO3

Section B

Answer the following questions. Each carries 6 marks (Ceiling: 24 Marks)

11.	List out the differences between the double-entry system and single-entry system	BL1	CO1
12.	Elaborate on accounting principles.	BL1	CO1, CO2
13.	If a business purchases furniture for cash, how does it affect the accounting equation?	BL2	CO1, CO2
14.	Explain the process of posting journal entries into a ledger with an example. **(PTO)**	BL3	CO2

15.	Prepare a trial balance from the following ledger balances	BL3	CO3

Name of account	Amount
Cash account	10,750
Drawings	4,200
Carriage	500
Rao account	12000
Capital	64000
Muthus account	5000
Bank	6000
Furniture	22000
Stock	24000
Rajan account	5000
Sales	10000
Purchases	15800
Purchases returns	800
Sales returns	500
Discount received	200
Discount allowed	250
Salaries	3000

Section C

Answer any one question. Each carries 10 marks (1 x 10 = 10 Marks)

16.	Discuss why accounting is important for both internal and external stakeholders of an organization.	BL2	CO1
17.	Develop a decision-making framework for classifying any given account as Personal, Real, or Nominal	BL3	CO1, CO2

CO : Course Outcome

BL : Bloom's Taxonomy Levels (1 – Remember, 2 – Understand, 3 – Apply, 4 – Analyse, 5 – Evaluate, 6 – Create)