

**Avinashlingam Institute for Home Science and Higher Education for Women
Coimbatore- 641043.**

**Master's Degree Examination – November 2017
III Semester**

**Class : II M.Sc.
Major : FSMD**

**Time: 3 hours
Max. Marks: 60**

12 MFDC 13 Principles of Business Organisation and Accounting

Part A

10 x 1/2 = 5

Choose the correct answer

1. The type of organisation which symbolises a determined bid towards self help is
 - a. Sole proprietorship
 - b. partnership
 - c. Co- operative societies
 - d. Co- operative societies
2. An enterprise should not resort to any unfair trade practices to its
 - a. Consumers
 - b. Creditors
 - c. competitors
 - d. suppliers
3. Current liabilities includes
 - a. Bills receivable
 - b. salaries
 - c. rent
 - d. Bills payable
4. Which of these can be used as equity shares of company after expiry of a specified period
 - a. Convertible debentures
 - b. Bearer debentures
 - c. Secured debentures
 - d. Redeemable debentures
5. Which type of expenses can be identified and charged directly to a particular cost centre
 - a. Direct expenses
 - b. indirect expenses
 - c. overheads
 - d. none of the above
6. The cost of rent is said to be a
 - a. Variable cost
 - b. Semi variable cost
 - c. fixed cost
 - d. liability cost
7. It is an arrangement to buy goods or services on account ,without making immediate cash payment
 - a. cash credit
 - b. trade credit
 - c. customer credit
 - d. All the above
8. Cost variance includes
 - a. Material and labour variance
 - b. Housing costs
 - c. Interest
 - d. Adversting
9. This projects the present financial position of the establishment in terms of its assets and liabilities
 - a. Trial balance
 - b. Balance sheet
 - c. Auditing
 - d. Posting
10. Cooperatives that help the producers for selling the products at remunerative prices is
 - a. Consumers cooperatives
 - b. Producers co operatives
 - c. Housing co operatives
 - d. Marketing cooperatives

Part B**Answer ALL questions****Answer should not exceed 200 words or one page**

11. a. Brief on the scope of modern business
(Or)
11. b. Brief on consumers cooperative
12. a. Differentiate between shareholder and debenture holder
(Or)
12. b. Write on the importance of short term finance
13. a. Highlight the uses of cash book
(Or)
13. b. Enter the following transactions in sales book of 2015
- | | |
|--------|--|
| May 5 | Sold to M/S Pai Son's
200 pieces of linen at Rs.90/ piece |
| May 12 | Sold to M/S Karuna
25 pieces of Apron @ Rs. 50/Piece |
| May 22 | Sold to Munna
250 bedspreads @ Rs.250each |
| May 28 | Sold 200 cloth napkins @ Rs.30e each for cash |
14. a. Define ledger and mention any two advantages of it
(Or)
14. b. Brief on the relation between Journal and ledger
15. a. Write on the importance of middleman in trade
(Or)
15. b. Write a note on cooperative credit societies

Part C

5 x 7 = 35

Answer ALL questions**Each answer should not exceed 600 words or three pages**

16. a. Define organisation and detail on its objectives
(Or)
16. b. Give the characteristics of a company
17. a. Describe the sources of finance for a company
(Or)
17. b. Give a note on (a) the types and advantages of debentures (b) Ploughing back of profits
18. a. Write a note on types of cash book and its advantages
(Or)
18. b. Define trial balance and how will you prepare it and state the limitations of trial balance
19. a. What is the difference between trade discount and cash discount . How are they dealt in books of account?
(Or)
19. b. Describe the role of computers in accounting
20. a. Detail on product life cycle
(Or)
20. b. State the procedures connected with the starting of small scale industry .
