Before answering the question paper the candidate should ensure that they have been supplied the correct question paper. Complaints in this regard, if any, shall not be entertained after the examination.

Note: All questions carry equal marks. Ques. No. 1 is Compulsory and attempt two questions from each section.

1. Write short notes on following along with Examples: (5*4=20)
   a) Drawings
   b) Debtors
   c) Creditors
   d) Contingent Liabilities

Section – A

2. State the difference between book keeping and accounting. (20)

3. Define the following Concepts: (20)
   • Business Entity
   • Going Concern
   • Full Disclosure
   • Dual Aspect

4. Without accounting concepts and conventions, objective cannot be achieved. Explain. (20)

Section – B

5. What is Material? Differentiate between LIFO and FIFO Method. (20)

6. A firm purchased a machine for Rs 12,500. The useful life of the machine is 10 years and the estimated scrap value is Rs 1,250. Determine the amount of Depreciation when the management wants to depreciate it by original cost method. Prepare Depreciation Account. (20)

7. State the Difference between Share and Debenture. (20)