

DK Goel Accountancy Class 11 Solutions – Chapter 26

Question 1

Define computerised accounting system

Answer- Computer accounting system is that accounting system that is used in preparing the financial transactions and events of business. The statement is prepared according to the Generally Accepted Accounting Principles (GAAP).

Question 2

What is the difference between the manual and computerised accounting system?

Answer- Manual vs Computerised Accounting System

Parameter	Manual Accounting	Computerised Accounting
Identifying Financial Transactions	The identification is done manually by applying principles of accounting	Here also the identification is done manually by applying principles of accounting
Recording	All the transaction (addition, subtraction, totalling) recorded in the original book are done manually	Here, only the storing to the data in the database is done manually rest everything is computerised
Classification	Classifications like posting of the transaction to the ledger are done manually	The data stored are processed automatically by the software to give the ledger account
Summarising	Balancing of ledger account and preparation of trial balance is done manually	The data stored are processed the trial balance automatically
Adjustment Entries	The identification, recording, and posting of adjustment entry is done manually	The identification and recording of adjustment entry is done manually but the posting is done by the software

Financial Statement	In manual accounting, the trial balance is compulsory to produce the financial statement	In financial accounting, the trial balance is generated from the software. Therefore, the trial balance is not required
Close the Books	The closing of books of account and transferring of opening balance by recording opening entries are done manually	The closing of books and transferring is done by the software and opening balance is stored in the database

