

Roll No.

BBA–103

Financial Accounting (वित्तीय लेखांकन)

Bachelor of Business Administration

(BBA–10/12/16/17)

First Semester, Examination, 2018

Time : 3 Hours

Max. Marks : 80

Note : This paper is of **eighty (80)** marks containing **three (03)** Sections A, B and C. Attempt the questions contained in these Sections according to the detailed instructions given therein.

Section–A

(Long Answer Type Questions)

Note : Section ‘A’ contains four (04) long answer type questions of nineteen (19) marks each. Learners are required to answer *two* (02) questions only.

1. Explain dual aspect concept of Accounting with suitable examples.
2. Define a bank reconciliation statement. Why and how is it prepared ?
3. Given ahead in the Trial Balance of M/s Tula Ram & Sons as on 31-03-2017. You are required to prepare a

(B-81) P. T. O.

Trading and Profit & Loss A/c for the year ended 31st March, 2017 and Balance Sheet as at that date :

Debit Balances	₹
Opening Stock	45,000
Purchases	1,20,000
Return Inwards	3,200
Carriage Inwards	2,400
Carriage Outwards	1,500
Office Furniture	8,000
Sundry Debtors	68,000
Dock Charges	5,000
Electric Power	10,000
Fuel, Gas and Water	12,000
Bad Debts	1,100
Advertisement	25,000
Salary	36,000
Cash in Hand	8,100
Cash at Bank	30,000
Motor Vehicles	58,000
Motor Repairs	3,000
Interest on Bank Loan	2,400
Rate and Insurance	24,500
Business Premises	1,06,000
Household Expenses	33,000
	6,02,200

Credit Balances	₹
Sundry Creditors	22,100
Return Outwards	2,500
Sales	3,50,000
Capital	2,00,000
Loan from Bank	24,000
Discount Received	2,000
Commission	1,600
	6,02,200

Stock at the end ₹ 75,000.

- What is depreciation ? What is the need for providing depreciation ? Describe *two* methods of providing depreciation. Also explain the effects of depreciation on (a) P & L Account and (b) The Balance Sheet.

Section-B

(Short Answer Type Questions)

Note : Section 'B' contains eight (08) short answer type questions of eight (8) marks each. Learners are required to answer *four* (04) questions only.

- What is meant by Outstanding Expenses ? Give its adjusting entry.
- What is meant by Deferred Revenue Expenditure ? Explain with examples.
- Write the various assets in order of liquidity in a Balance Sheet.

4. Distinguish between a Manufacturing Account and Trading Account.
5. Distinguish between Reserves and Provisions.
6. Explain Revenue Receipts. Give at least *two* examples.
7. What is a voucher ? Prepare an imaginary specimen of a voucher.
8. Distinguish between Trade Discount and Cash Discount.

Section-C

(Objective Type Questions)

Note : Section 'C' contains ten (10) objective type questions of one (01) mark each. All the questions of this Section are compulsory.

Fill in the blanks with appropriate words or phrases :

1. Goods taken by the proprietor for personal use will be credited to A/c.
2. Outstanding rent will be debited to A/c.
3. Total of Assets – External Liabilities is equal to
4. Discount received in cash book.
5. Ledger Account gives to the folio of

Indicate the correct answer of the following :

6. The assumption that a business enterprise will not be sold on liquidated in the near future is known as the :
 - (a) Business entity concept
 - (b) Principle of conservatism
 - (c) Accounting period concept
 - (d) Going concern concept

7. Principle of conservatism takes into Account :
 - (a) All future profits and all future losses.
 - (b) All future profits but ignores all future losses.
 - (c) All future losses but ignores all future profits.
 - (d) None of these
8. Purchase of goods from X for cash should be credit to :
 - (a) Purchase A/c
 - (b) Cash A/c
 - (c) X A/c
 - (d) None of these
9. Wages paid to Mohan for erecting a machine should be debited to :
 - (a) Wages A/c
 - (b) Machine A/c
 - (c) Mohan's A/c
 - (d) Cash A/c
10. Depreciation causes because of :
 - (a) Fluctuations
 - (b) Physical wear and tear
 - (c) Fall in the value of money
 - (d) Fall in the market value of asset