Roll No. $\square$

# FINANCIAL ACCOUNTING 

## Subject Code : BBA-103

Paper ID : [C1123]
Time : 3 Hrs.
Max. Marks : 60
INSTRUCTIONS TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTION-B consists of FOUR Sub-sections: Units-I, II, III \& IV.
3. Each Sub-section contains TWO questions each, carrying TEN marks each.
4. Student has to attempt any ONE question from each Sub-section.

## SECTION-A

1. Answer briefly :
a) Journal Proper.
b) Going Concern concept.
c) Convention of Materiality.
d) Capital Expenditure.
e) Types of Error.
f) Donation.
g) Performa of Balance Sheet.
h) BRS.
i) Causes of Depreciation.
j) Differentiate between Expenditure \& Payment.

## SECTION-B

## UNIT-I

2. "Accounting provides useful information to various parties having interest in Business." Explain this statement.
3. How are the transactions recorded in the Journal? Explain rules of Journal and give five imaginary entries.

## UNIT-II

4. Explain Objectives and Methods of preparing Trial Balance. Which method you consider best and why?
5. From the following particulars ascertain by means of a statement the balance that would appear in the pass book of Mr. Ramachandra as on $31^{\text {st }}$ March 2016
a) Overdraft as per Cash Book on $31^{\text {st }}$ March 2016, Rs. 7,190
b) Interest on overdraft for six months ending $31^{\text {st }}$ March, 2016, Rs. 460
c) Bank Charges for the above period Rs. 70
d) Cheques drawn but cashed by the customers after $31^{\text {st }}$ March 2016, Rs. 11,250
e) Cheques paid into the bank but cleared after $31^{\text {st }}$ March 2016, Rs. 7,510
f) A bill receivable (discounted with the bank in February) dishonored on March 31, 2016, Rs. 5,000

## UNIT-III

6. What is Depreciation? Discuss in detail the straight line method and written down value method of Depreciation.
7. The following balances appeared in the Trial Balance of an Industrial firm :

|  | Rs. |
| :--- | :---: |
| Opening Stock | 18,000 |
| Carriage Outwards | 500 |
| Factory Lighting | 200 |
| Purchases | $1,02,000$ |
| Purchases return | 2,000 |
| Sales | $1,21,000$ |
| Sales Return | 1,000 |
| Wages | 9,200 |
| Advertising | 3,000 |
| Postage | 200 |
| Printing \& Stationary | 800 |
| Travelling Expenses | 1,300 |
| General Expenses | 2,000 |
| Income from Investments | 3,000 |
| Closing stock as on $31^{\text {st }}$ March, 2018 <br> was valued at | 24,000 |

Prepare Trading and Profit and Loss account

## UNIT-IV

8. What do you mean by non-trading organizations? Describe the method of preparing Receipts \& Payment account.
9. Prepare Income and Expenditure Account from the information given below :

Receipts and Payment Account for the year ending 31 ${ }^{\text {st }}$ March, 2010

| Receipts | Amount <br> Rs. | Payments | Amount <br> Rs. |
| :--- | ---: | :--- | :---: |
| To balance b/d | 2,800 | By Salaries | 5,800 |
| To Subscriptions | 10,000 | By Rent | 1,500 |
| To sale of Investments | 3,000 | By stationary | 1,200 |
| To sale of old furniture ( Book <br> value of Rs. 1,400) | 1,300 | By defense bonds | 4,000 |
| To donations | 1,100 | By furniture | 3,000 |
|  |  | By machinery | 1,300 |
|  |  | By Balance c/d | 1,400 |
| Total | 18,200 | Total | 18,200 |

