



QP CODE: 19103001



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Reg No :

Name :

BBA DEGREE (CBCS) EXAMINATION, NOVEMBER 2019

First Semester

Bachelor of Business Administration

Core Course - BA1CRT02 - BUSINESS ACCOUNTING

2017 Admission Onwards

B7FFC4E8

Time: 3 Hours

Maximum Marks :80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Explain any two limitations of accounting.
2. What do you mean by accounting concepts?
3. Give an example of opening entry.
4. What is petty cash book?
5. What do you mean by overdraft as per passbook?
6. What is obsolescence?
7. What are the objects of creating reserve?
8. What do you mean by indirect expenses?
9. Give examples of current assets.
10. Write any four features of promissory note.
11. What do you mean by bill sent for collection?
12. What is meant by dishonour of bill of exchange ?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. What is accounting equation ? Explain it with suitable examples ?
14. Distinguish between single entry system and double entry system
15. Explain the advantages and disadvantages of double entry system ?





16. From the following data extracted from the books of Mr. Alan, prepare a trial balance

Capital	100000
Cash in Hand	1200
Bills Payable	22000
Bills receivable	20000
Purchase	120000
Opening stock	35000
Creditors	24000
Bad debt reserve	1000
Sales	200200
Debtors	50000
Plant and Machinery	60000
Furniture	15000
Rent	5000
Drawings	5000
Wages	10000
Income Tax	6000
Salary	20000

17. The cash book shows a credit balance (over draft) of Rs 24,200 on comparing the cash book with pass book the following particulars were noted.

- i) Cheques issued but not presented for payment Rs 2400.
- ii) Bank paid insurance premium Rs 1,500
- iii) Cheques deposited into bank but not collected Rs 2,600
- iv) Interest investment collected by the bank on trader's behalf Rs 350
- v) Bank charges entered only in the pass book Rs. 110.

18. Pepsi co purchased a truck for Rs 200000 on 1st January 2015 at 20% depreciation per annum according to the diminishing balance method. The truck was sold on 1st July 2016 for 80000. Prepare the truck account.

19. Give examples of direct expenses and explain it.

20. Define Bill of exchange. Discuss its essential features.

21. On 1 January 2017, X draws a 13,000 on Y. Y accepts and returns the same to X on same date. On 4th January X discounted the bill with his bank for Rs.12,650. On the due date, the bill was honoured by payment. You are required to give journal entries in the books of X & Y.

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Define accounting? State its functions and limitations? How is it differ from book keeping?





23. Enter the following transactions in the double column cash book of Suresh

2017	Rs
1-Mar Opening balance -: Cash in hand	300
Cash at bank	3200
2 Sold goods for cash	4000
4 Purchased good for cash	3000
6 Deposited cash into bank	800
8 Withdrew cash from bank	1400
12 Purchased stationery	300
15 Paid to Sanjay by cheque	4600
18 Rent paid by cheque	900
21 Received cheque from Suraj	2000
22 The cheque from Suraj paid into bank	2000
25 Drew cash for domestic purpose	400
28 Withdrew from bank for personal purpose	800
30 Salaries paid by cheque	1200
31 Cash sales	4100
31 Paid into bank	4000
31 Interest on deposit credited by Bank	300

24. Enter the following transactions in the three column Cash book

2016	
1-Jan Commenced business with cash	20000
3 Opened an account with bank`	8000
6 Bought goods by cheque	150
8 Received cheque from Joe Rs 200 and discount allowed Rs 10	
12 Sold goods for cash	40
18 Paid into Bank-	
Cash	30
Cheque	200
22 Paid to Jeeva by cheque	345
22 Discount received	5
23 Paid carriage by cheque	180
28 Drew from bank for office	200
30 Paid wages by cheque	60
31 Charges made by bank	95
31 Withdrew from bank	8000

25. Following figures have been provided by Kumar and Co. Prepare their final accounts as on 31-3-16.

Rs.





Capital	250000
Creditors	75000
Bank loan	175000
Rent outstanding	5000
Bills payable	6000
Wages	7500
Salary	22500
Purchases	230000
Debtors	15000
Building	100000
Land	50000
Furniture	20000
Stock on 31-3-15	70000
Purchases returns	1000
Interest (credit)	5000
Discount(credit)	3000
Carriage on purchases	1000
Freight	1000
Sales tax	700
Carriage on sales	300
Sales returns	2000

Additional Information:

1. Stock as on 31-3-16 is Rs.120000.
2. Provide Rs.250 for bad debts.
3. Salary outstanding in Rs.5000
4. Depreciation at 10% is to be charged on building and furniture.

(2×15=30)

