



QP CODE: 21102401



21102401

Reg No :

Name :

BBA DEGREE (CBCS) EXAMINATIONS, OCTOBER 2021

First Semester

Bachelor of Business Administration

Core Course - BA1CRT02 - BUSINESS ACCOUNTING

2017 Admission Onwards

FFA621E3

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

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

1. What do understand about single entry system?
2. What is an accounting cycle?
3. What is sales book?
4. "Amount withdrawn from bank". How it treated in three column cash book?
5. What is a Bank Reconciliation Statement?
6. What is amortisation?
7. Write any two limitations of straight line method.
8. What is income statement?
9. What are direct expenses?
10. What is bills payable?
11. Who are the parties of promissory note? Explain with examples.
12. What is noting?

(10×2=20)

Part B

*Answer any **six** questions.*

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

13. What are the importance of accounting?
14. What are the advantages and limitations of accounting?





15. Prepare accounting equations for the following transaction of rajesh for the year 2011
1. Started business with cash Rs 21000
 2. Purchased goods for cash Rs 6000 and on credit Rs 2000
 3. Paid rent in advance Rs 500
 4. Sold goods for cash Rs 5000 (costing Rs 3800)
 5. Bought motor cycle for personnel use Rs 7000
 6. Rent paid Rs 1500 and rent outstanding Rs 300
 7. Purchased equipments for cash Rs 400
 8. Paid to creditors Rs 650
16. Explain the objectives of preparing trial balance.
17. What are the advantages of Imprest system of petty cash book?
18. Explain the diminishing balance method along with merits and demerits.
19. Explain with examples for various classes of assets.
20. On 1st June R sold goods worth Rs.5,500 to S and drew a bill for 2 months.On getting the bill accepted R endorsed it to T, his creditor.The bill is met on due date. Give journal entries in the book of R,S & T.
21. On 15th March 2018 Akhilesh drew and Anand accepted a three months bill for Rs 13,500.on 16th march ,Akhilesh sent the bill to bank for collection.on the due date bank informed that the bill has been duely met.Pass journal entries in the books of Akhilesh and Anand

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Briefly explain the accounting principles.
23. Journalize the following transaction.
- | | | |
|-------|----|--|
| March | 1 | Ajith started business with cashRs40,000 |
| | 3 | Paid into bankRs 2000 |
| | 5 | Purchased goods for cash Rs 15000 |
| | 8 | Sold goods for cashRs 6000 |
| | 10 | Purchased furniture and paid by cheque Rs 5000 |
| | 12 | Sold goods to AravindRs 4000 |





- 16 Purchased goods from Amrit Rs 10000
- 20 Returned goods to Amrit Rs 1000
- 25 Recived from Aravind 3960 in full settlement of his account
- 26 Commission received Rs.250
- 29 Salaries paid Rs. 15000
- 29 Rent paid Rs.7500
- 30 Withdrew for personal use Rs. 2500

24. Enter the following transactions in a double column cash book

2017		Rs
1-Jun	Opening balance-: Cash in hand	1900
	Cash at bank	4300
3	Purchased goods for cash	1200
5	Sold goods for cash	3000
7	Paid sajeev by cheque	2250
10	Received a cheque from Raju and Deposited into Bank	3100
13	Deposited cash into bank	1500
16	Purchased stationery	150
19	Received commission	350
21	Withdrew cash from bank	750
23	Paid rent by cheque	450
25	Drew cash from bank for domestic use	600
27	Received cash on sales	2400
28	Withdrew cash for domestic use	300
29	Issued a cheque to Ramesh	1000
30	Paid into bank	2000
30	Paid bank charges	50





25. From the particulars given by M/sAble prepare the final accounts.

	Rs.	Rs.
Cash in hand	1500	
Cash at bank	7500	
Debtors	23000	
Creditors		11500
Purchases	445000	
Sales		600000
Closing stock	40000	
Investments	10000	
Wages and salaries	25000	
Interest on bank deposit		700
Advertising	2500	
Telephone charges	2500	
Plant and machinery	200000	
Land and building	100000	
Capital		250000
Drawings	5000	
Bad debts	1500	
Provision for bad debts		1300
	863500	863500

Further Information:

1. Charge 5% interest on capital.
2. Provide Rs. 1500 for bad and doubtful debts.
3. Charge 10% depreciation on plant and machinery.
4. Interest on bank deposit Rs. 1300 is due but not received.

(2×15=30)

