



DD-975

Bachelor of Business Administration
1st Semester ATKT Examination,
March-April 2021

FINANCIAL ACCOUNTING (105)

Time : Three Hours] [Maximum Marks : 90
[Minimum Pass Marks : 32

Note : Answer **all** questions. All questions carry equal marks.

Unit-I

1. Write the difference between Account, Accountancy and Accounting.

OR

Explain the meaning, importance, merits and principle of accounting theories.

Unit-II

2. Prepare a Trial Balance from the following balances as on 31st March, 2019 :

Particulars	Amount (₹)	Particulars	Amount (₹)
Stock 1.4.2018	57,600	Capital	1,80,000
Purchases	1,64,000	Drawings	8,000
Sales	3,20,000	Furniture	24,000
Wages	32,320	Motor Car	1,60,000

DRG_260_(4)

(Turn Over)

(2)

Particulars	Amount (₹)	Particulars	Amount (₹)
Salaries	12,800	Cash in hand	9,400
Repair Charges	1,000	Bank overdraft	50,800
Return Inward	15,000	Investment	40,000
Return Outward	11,200	Interest on Investments	4,800
Commission Received	1,600		
Carriage Inward	3,280		
Carriage Outward	6,400		
Sundry Debtors	48,400		
Sundry Creditors	14,600		

OR

What do you mean by Journal and Ledger ? Distinguish between them. "Ledger is the principal book of accounts in the business." Explain.

Unit-III

3. From the following particulars prepare a Double Column Cash Book :

2019		₹
1 December	Cash in hand	20,000
2 "	Purchased goods for cash	13,000
3 "	Cash sales	5,000
4 "	Paid cash to Shyam	3,000
5 "	Paid Rani ₹ 2,980 in full settlement of his account	3,000
7 "	Purchased Machinery for cash	2,000

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(Continued)

(3)

2019		₹
8 December	Received cash from Shyam allowed him discount	50
9	” Paid cash into Bank	2,000
10	” Withdraw cash for personal use	1,000
15	” Paid salaries for cash	500
15	” Withdraw cash from bank for office use	1,000

OR

What is Bank Reconciliation Statement ? How is it prepared ? What are the advantages of a Bank Reconciliation Statement ?

Unit-IV

4. What are the objects of preparing Balance Sheet ? And also explain the advantages of preparing Final Accounts.

OR

From the following particulars of Suresh Traders in respect of the year ended at 31st March, 2019. Prepare his Trading and Profit & Loss Account.

Particulars	₹	₹
Opening Stock	8,000	
Purchases	50,000	
Purchases Return		300
Return Inward	600	
Sales		82,000
Carriage Inward	200	
Wages	500	

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(Turn Over)

(4)

Particulars	₹	₹
Rent and Taxes	300	
Trade Expenses	600	
Discount	40	
Discount on purchases		50
Commission	10	
Salaries	2,000	
Legal expenses	50	
Audit fees	60	
Bank cheques	40	
Sales Tax	50	
Interest on Drawings		60
Interest from Investment		200
Repaires and Renewals	260	
Closing Stock		1,000

Unit-V

5. On 1st April, 2019 the B.S. Coal Company obtained wagons on Hire Purchase system. The cash price of the wagons was ₹ 1,150 payment was to be made as to 150 down, and as to balanced at ₹ 200 per year with 5% per annum interest. The B.S. Coal Co., write off 10% depreciation each year. Prepare necessary ledger accounts in the book of the company. Calculations may be made to the nearest rupee.

OR

What is the meaning of Depreciation ? Name the different methods of providing for Depreciation. Explain with examples any two of these methods.