

Reg. No.....

Name.....

**B.B.A. DEGREE END SEMESTER EXAMINATION OCTOBER/NOVEMBER 2017****SEMESTER –1: BACHELOR OF BUSINESS ADMINISTRATION (BBA) (CORE COURSE)****COURSE: 16U1CRBBA3: ACCOUNTING***(Common for Regular 2017 admission and Supplementary/Improvement 2016 admission)*

Time: Three Hours

Max. Marks: 75

**SECTION – A**Answer **all** Questions. Each question carries 1 mark

1. What do you mean by posting?
2. Define Accounting.
3. What do you mean by provision for doubtful debts?
4. What is compensating error?
5. What do you mean by money measurement concept?
6. Explain the term depletion?

( 1 x 6 = 6)

**SECTION – B**Answer **any Seven** Questions. Each question carries 2 marks

7. What are the features of accounts from incomplete records?
8. What do you mean by Book of original entry?
9. Explain the Features of Trial Balance
10. What do you mean by cost of goods sold?
11. What do you mean by Fixed Assets? Give two examples
12. What do you mean by Equal instalment method?
13. What are the different types of errors that are found in accounting?
14. Briefly explain the term depreciation
15. What do you mean by Profit and loss appropriation account?
16. Write a short note on Bad debt

(2 x 7 = 14)

**SECTION – C**Answer **any Five** Questions. Each question carries 5 marks

17. You are required to give necessary journal entries for the following transactions in the books of Mr. John for the month of January, 2015:

1 <sup>st</sup> Jan.	Amin started business with	10,000
2 <sup>nd</sup> Jan.	Purchased furniture for cash	2,000
3 <sup>rd</sup> Jan.	Purchased goods for cash	4,500
4 <sup>th</sup> Jan.	Purchased goods on credit from Christy	4,200
5 <sup>th</sup> Jan.	Sold goods for cash	5,000
6 <sup>th</sup> Jan.	Sold goods to Jose on credit	6,000
7 <sup>th</sup> Jan.	Paid for stationary	200
8 <sup>th</sup> Jan.	Paid for advertisement	300
9 <sup>th</sup> Jan.	Sold goods	2,400
10 <sup>th</sup> Jan.	Purchased goods	1,100

11 <sup>th</sup> Jan. Paid to Christy	3,000
12 <sup>th</sup> Jan. Received from jose	4,500
15 <sup>th</sup> Jan. Paid rent	300
18 <sup>th</sup> Jan. Paid salary	400
25 <sup>th</sup> Jan. Received commission	200
31 <sup>th</sup> Jan. Withdrew for domestic use	300

18. From the following transaction, prepare a single column cash book Mr. Varun for the month of June 2015:

1 <sup>st</sup> Jan. Started Business with	10,000
2 <sup>nd</sup> Jan. Purchased furniture for cash	1,500
3 <sup>rd</sup> Jan. Purchased goods for cash	6,000
6 <sup>th</sup> Jan. Sold goods for cash	3,200
11 <sup>th</sup> Jan. Opened bank account	3,000
14 <sup>th</sup> Jan. Cash sales	4,100
18 <sup>th</sup> Jan. Paid for stationary	250
21 <sup>st</sup> Jan. Paid rent	300
26 <sup>th</sup> Jan. Received commission	400
28 <sup>th</sup> Jan. Paid to Prakash	600
29 <sup>th</sup> Jan. Received from suku	1,200
30 <sup>th</sup> Jan. Paid salary	450
30 <sup>th</sup> Jan. Received Cheque for goods sold	500
31 <sup>st</sup> Jan. The cheque of Rs 500 Paid into bank	

19. On January 1, 2010 a company bought plant and machinery costing Rs 45,000 and spent Rs 5,000 on its erection. New machinery bought on 1/7/11 @ Rs.20,000. The machinery is depreciated @ 20 % per annum. Prepare machinery account for the first two years under Diminishing Balance Method. Accounts are closed on 31<sup>st</sup> December.
20. Give the necessary journal entries to rectify the following errors (after preparation of the trial balance but before preparation of the final accounts);
- Rent paid to landlord is debited in landlord's account Rs 600
  - Private expenses Rs 220 is debited in trade expenses
  - Rs 180 received from saline has been credited in the account of sajini
  - Purchase of furniture for the personal use of the proprietor for Rs 920 has been debited in Furniture account .
  - Purchase Day Book is found undercast by Rs 170
21. What are the differences between Fixed instalment and diminishing balance method?
22. What are the limitations of Incomplete records?
23. What do you mean by direct expenses? Briefly Explain
24. Mention the difference between Balance sheet and Trial Balance? (5 x 5 = 25)

#### SECTION –D

Answer **any Two** Questions. Each question carries 15 marks

25. Explain the concepts and conventions of accounting
26. Mr. Ram keeps his books under incomplete system. His position on 31<sup>st</sup> December 2014 Was as follows:

Cash in hand Rs 4,500, Cash at bank Rs 3,500, Stock in trade Rs 16,000, Sundry debtors Rs 12,000  
Furniture Rs 10,000 and sundry creditors Rs 8,000

On 31st December 2015, his position was as follows :

Cash in hand Rs 5,000, Cash at bank Rs 3,000, Stock in trade Rs 22,000, Sundry debtors Rs 15,000,  
Bills receivable Rs 6,000, Furniture Rs 10,000 and sundry creditors Rs 7,000.

During the year 2015, Mr Ram Withdrew Rs 3,500 for personal purpose and introduced Rs 2,000  
For additional capital

Calculate profit or loss and also prepare his final statement of affairs after considering  
The following :

- I. Interest to be provided on opening capital 10%
- II. Depreciation to be provided on furniture 15%
- III. Provision require for bad debt 5%

27. From the following Trail Balance of Mr. Nixon, prepare Trading and profit and Loss  
Account for the year ended 31<sup>st</sup> December, 2015 and a Balance Sheet as on that date, after  
giving effect to the adjustments:

Particulars	Amount	Amount
Capital		96,800
Land and buildings	35,000	
Goodwill	5,000	
Stock on opening	17,250	
Purchases	82,750	
Wages and salaries	6,500	
Coal and power	3,500	
Machinery	25,000	
Freight	1,500	
Royalties	2,500	
Sales		1,25,000
Management Expenses	14,500	
Bad debts	4,800	
Provision for bad debts		2,000
Drawings	6,000	
Debtors and creditors	31,000	14,000
Cash	2,500	
<b>Total</b>	<b>2,37,800</b>	<b>2,37,800</b>

- 1, Closing Stock is valued at Rs 8,500
- 2, Write off Rs 1,000 as bad debts
- 3, Provide 5% of debtors for bad debts
- 4, Royalty outstanding amounts to Rs 500

28. What are the reasons for difference between balance as per Cash book and Pass book?

(15 x 2 = 30)

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