

QP CODE: 18103601



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Reg No :

Name :

BBA DEGREEE(CBCS)EXAMINATION, DECEMBER 2018

First Semester

Bachelor of Business Administration

CORE - BA1CRT02 - BUSINESS ACCOUNTING

2018 Admission only

157F84EA

Maximum Marks: 80

Time: 3 Hours

Part A

Answer any **ten** questions.

Each question carries **2** marks.

1. What is book – keeping ?
2. State the functions of accounting
3. What are the different classification of accounts in double entry system?
4. What do you mean by journal ?
5. Write any four objectives of trial balance?
6. Write any two advantages of straight line method
7. What is revenue reserve?
8. What is gross profit?
9. Explain the term Debtor
10. What is bills receivable?
11. Define Promissory Note.
12. What do you mean by discounting of bills?

(10×2=20)

Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain (a) Business entity concept (b) Going concern concept (c) Accounting period concept (d) revenue realisation concept
14. Explain the following terms :- (a) Business transactions (b) Expense (c) Equity (d) Assets (e) revenue.
15. Distinguish between single entry system and double entry system.
16. Differentiate between cash discount and trade discount.
17. From the following particulars , prepare Bank Reconciliation Statement as on 31-12-2016.
 - 1) Balance as per cash book Rs. 2,550.
 - 2) Cheque issued but not presented for payment Rs. 1350.
 - 3) Cheque deposited but not yet collected by the banker Rs. 750.
 - 4) Bank charges Rs. 95 made by the bank not yet entered in the cash book.
 - 5) Interest on investments collected by the bank and credited in the pass book amounted to Rs. 810.





18. Define depreciation and state its causes.
19. How will you treat "interest on capital" and "interest on drawings" in final accounts?
A drew a bill on 1.10.16 for Rs3000 on B for 3 months. B accepted the bill and returned it to A. A sent the bill to the bank for collection. After maturity A received intimation from the bank that the bill was duly honoured by Bank and bank charge was Rs10 for collection. Show entries in the books of A, B.
20. On 1st January 2015 Rahul owed Rs50,000 to Rohan. On 1st January 2015 he accepted a draft for 3 months drawn on him by Rohan for the amount. On the due date the bill was dishonoured and noting charges was being Rs100. Give journal entries in the books of Rohan in each of the following cases:-
- The bill is held till maturity by Rohan.
 - The bill is discounted with the bank at 12% p.a immediately.

(6×5=30)

Part C

Answer any **two** questions.
Each question carries 15 marks.

22. 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

23. The pass book of Mr. C. Thomas disclosed a credit balance of Rs. 9700 on 31st March 2015. Prepare Bank Reconciliation Statement as on 31st March from the following particulars:
- Cheque amounting to Rs 700 were paid in on 27th March, were credited in the pass book on 2nd April.
 - Cheque amounting 950 were issued during the month of March, but were debited in the pass book after 31st March.
 - An entry of Rs. 200 of a payment by a customer direct in to the bank appears in the pass book.
 - There was a debit of Rs. 10 for bank charges in the pass book.
 - There was a credit of Rs. 60 for interest in the pass book.
 - Dividend amounting to Rs. 300 collected by the bank appeared in the pass book.
 - Insurance premium of Rs. 200 paid by the bank on behalf of customer.
24. Write down the difference between annuity, written down and straight line methods?





25. Below given is the trial balance of Virendra kumar. You are required to prepare his final accounts.

	Rs.	Rs.
Sales		113550
Salaries	3000	
Wages	1500	
Stock on 1-4-15	25000	
Purchases returns		750
Purchases	40000	
Sales returns	2000	
Carriage inwards	1500	
Carriage outwards	1000	
Dividend		750
Interest		1250
Income Tax	1500	
Sales Tax	250	
Rent	350	
Motor car	25000	
Building	60000	
Debtors	4000	
Creditors		5000
Cash	2500	
Bank	3700	
Capital		50000
Total	171300	171300

Adjustments:

1. Closing stock is valued at Rs. 75000.
2. Write off baddebts Rs. 600.
3. Allow discount on debtors and creditors at Rs. 500 and Rs. 300 respectively.

(2×15=30)

