



6004/7004

**First Semester 5 Year B.B.A., LL.B./B.Com. LL.B.
Examination, March/April 2023 (December 2022)
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer all five Units.
 2. Figures to right indicate marks.
 3. Answer should be written in English completely.
 4. One essay type question and short note is compulsory from each Unit.
 5. Use simple calculator.

UNIT – I

- Q. No. 1. a) Meaning of Accounting. Explain the 6 Concepts and 4 Conventions of Accounting. Marks : 10

OR

- Q. No. 1. a) What is double entry system of Book-keeping ? Explain its advantages and disadvantages. Marks : 10

- Q. No. 1. b) Mention the three main classes of accounts and state their rules of debit and credit. Give two examples each for all the three accounts. Marks : 6

OR

- Q. No. 1. b) Write a short note on GAAP. Marks : 6

UNIT – II

- Q. No. 2. a) Journalise the following transactions in the books of Anil Kumar. Marks : 10

2012

Jan. 1. Commenced business with cash ₹ 50,000 goods ₹ 40,000 and furniture ₹ 10,000.

Jan. 3. Paid into bank ₹ 10,000.

P.T.O.



- Jan. 5. Bought goods from Vinay for cash ₹ 6,000.
- Jan. 8. Sold goods to Kiran ₹ 2,000.
- Jan. 14. Cash sales ₹ 2,000.
- Jan. 18. Received cash from Kiran on account ₹ 2,000.
- Jan. 20. Purchased goods from Vinay ₹ 10,000.
- Jan. 22. Returned goods to Vinay ₹ 500.
- Jan. 25. Drew from bank for personal use ₹ 1,000.
- Jan. 30. Paid office rent by cheque ₹ 3,000.

OR

- Q. No. 2. a) Enter the following transactions in a three column cash book.

Marks : 10

2009

- Aug. 1. Cash in hand ₹ 15,000 and at Bank ₹ 20,000.
- Aug. 4. Deposited cash into bank ₹ 5,000.
- Aug. 9. Received a cheque from Anand ₹ 12,000 and allowed him discount ₹ 500.
- Aug. 10. Paid into bank the above cheque.
- Aug. 12. Cash sales ₹ 4,000.
- Aug. 17. Received rent ₹ 3,000.



Aug. 19. Withdrawn from bank for personal use ₹ 1,700.

Aug. 21. Drew cash from bank for office use ₹ 2,000.

Aug. 30. Paid salary by cheque ₹ 4,500.

Aug. 31. Paid Praveen by cheque ₹ 2,500.

Q. No. 2. b) What is a ledger ? Explain need and importance of a ledger.

Marks : 6

OR

Q. No. 2. b) Enter the following transactions made by Anand in his purchases book.

Marks : 6

April. 1. Bought of Sharanappa and Bros.

Gulbarga ₹ 330 less ₹ 30 trade discount.

April. 6. Bought of Jayalaxmi and Co. Belgaum ₹ 800
less 5% trade discount.

April. 15. Bought of Ramesh of Hubli ₹ 1,500.

April. 20. Bought of Sharanappa and Bros, Gulbarga ₹ 800.

April. 25. Bought of Babu and Sons, Bijapur ₹ 1,000 less
10% trade discount.

April. 30. Bought of Bangalore Traders, Bangalore ₹ 1,340.



UNIT – III

Q. No. 3. a) The following are the balances extracted from the books of Mr. Manju as on 31st Dec. 1989 :

Marks : 10

	₹		₹
Manju's Capital	30,000	Wages	15,000
Interest (Dr.)	750	Stock (1-1-1989)	4,500
Office Rent	250	Salaries	3,500
Taxes and Insurance	200	Bills payable	3,000
Machinery and Plant	10,000	Loose tools	500
Sundry Debtors	25,000	Cash on hand	400
Bills receivable	2,500	Stock of books	
Sundry creditors	15,000	and stationery	250
Bank overdraft	1,000	Office expenses	350
Business premises	28,000	Sales	48,200
Loan (Cr.)	15,000	Purchases	21,000

Adjustments :

Closing stock ₹ 6,000.

Wages and salaries were outstanding ₹ 100 and ₹ 75.

Insurance prepaid ₹ 25.

Prepare the trading and profit loss account for the year ended 31-12-89 and Balance Sheet as on that date.

OR



- Q. No. 3. a) Give the meaning of Final accounts of sole trading concern and prepare Balance-Sheet format with 12 imaginary figures.

Marks : 10

- Q. No. 3. b) Difference between Trading and Profit and Loss A/c.
OR

Marks : 6

- Q. No. 3. b) Write the formats of Trading and Profit and Loss A/c.

Marks : 6

UNIT – IV

- Q. No. 4. a) Explain the Final Accounts of Non-Profit organizations; with the help of formats.

Marks : 10

OR

- Q. No. 4. a) The following is the Receipts and Payments account of the Hospital at the end of the year 31-12-2007.

Marks : 10

Receipts and Payments A/c for the year ended 31-12-2007.

Receipts	₹	Payments	₹
To subscriptions	20,000	By Instrument	
To Entrance fees	4,000	and Equipments	
To Endowment		(Purchased	
Fund	2,00,000	On 1-1-2007)	24,000
To Donations	40,000	By furniture	
To fees from		(Purchased	
Patients	5,000	on 1-1-2007)	12,000
To interest from		By Diet expenses	3,600
Bank	400		



To Miscellaneous

By medicines

Receipts

600

Purchased

2,400

By Salaries

10,000

By Office

expenses

7,000

By Govt.

Securities

2,00,000

(Investment of
Endowment fund)

By Balance C/d

Cash 1,000

Bank 10,000 11,000

2,70,000**2,70,000****Adjustments :**

- 1) Donations are to be capitalised.
- 2) Outstanding subscriptions for 2007 ₹ 4,000.
- 3) Subscriptions received in advance for 2008 ₹ 2,000.
- 4) Office expenses outstanding ₹ 1,000.
- 5) Depreciate instruments and equipments at 20% and furniture at 10%.
- 6) Stock of medicines as on 31-12-2007 ₹ 400.

You are required to prepare the Income and Expenditure account for the year ending 31-12-2007 and Balance Sheet as on that date.



Q. No. 4. b) Features of Non-trading concerns.

Marks : 6

OR

Q. No. 4. b) Write a short note on :
Entrance fees.
Donations
Legacies.

Marks : 6

UNIT – V

Q. No. 5. a) Write down the merits and demerits of computerised accounting.

Marks : 10

OR

Q. No. 5. a) Give the meaning of computerised accounting system and explain its features.

Marks : 10

Q. No. 5. b) Tally accounting software.

Marks : 6

OR

Q. No. 5. b) Factors to be considered while introducing computerised accounting.

Marks : 6



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**First Semester 5 Yr. B.B.A.LL.B./B.Com.LL.B.
Examination, October/November 2022 (June 2022)
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

Instructions : 1. Answer all five Units.

2. One essay type question and short note/problem is compulsory from each Unit.

3. Answer should be written in English.

4. Use simple calculator.

UNIT – I

Q. No. 1. a) What are Accounting concepts and conventions ? Explain briefly the 4 important accounting conventions. Marks : 1×10=10

OR

Q. No. 1. a) Define Accounting. Explain the features and objectives of accounting.

Q. No. 1. b) What do you mean by accounting standards ? Explain any ten accounting standards issued by ICAI. Marks : 1×6=6

OR

Q. No. 1. b) What is book keeping ? Distinguish between book-keeping and accounting.

UNIT – II

Q. No. 2. a) Journalise the following transactions. Marks : 1×10=10

2018

1) April 1 – Commenced business with :

	₹
Furniture	10,000
Machinery	10,000
Goods	40,000
Cash	12,000

P.T.O.



2) April 3 – Purchased goods from Shashi	30,000
3) April 4 – Sold goods for cash	15,000
4) April 7 – Purchased goods from Shashi for cash	10,000
5) April 10 – Cash deposited in bank	3,000
6) April 13 – Sold goods on credit to Mani	17,000
7) April 14 – Paid for Postage	250
8) April 15 – Sold goods for cash	5,000
9) April 19 – Purchased Govt. securities	5,000
10) April 20 – Purchased goods worth ₹ 16,000, less 20% trade discount from Hari	
11) April 22 – Cash purchases	10,500
12) April 23 – Cash received from Mani	17,000
13) April 24 – Cash paid to Shashi	10,000
14) April 25 – Paid office rent by cheque	800
15) April 30 – Paid office salaries by cheque	1,000

OR

Q. No. 2. a) Journalise the following transactions 2018.

- 1) March 1 – Balance of cash ₹ 200 and at bank ₹ 5,000
- 2) March 3 – Received cheque ₹ 400 for sales
- 3) March 4 – Paid the above cheque of ₹ 400 into bank
- 4) March 6 – Paid by cheque for cash purchases ₹ 100
- 5) March 9 – Paid Gopal by cheque ₹ 680 and he allowed discount ₹ 20
- 6) March 12 – Received cash from Raghu ₹ 600 in full settlement of his account ₹ 630
- 7) March 14 – Paid sundry expenses in cash ₹ 10
- 8) March 15 – Withdrawn from bank for personal use ₹ 500
- 9) March 18 – Paid cash for wages ₹ 140

Record the above transactions in three column cash book.



Q. No. 2. b) Prepare a Trial Balance from the following items.

Marks : 1×6=6

Particulars	Amt. (₹)
Amt. due to Kulkarni	1,000
Furniture	1,000
Sales	10,000
Returns outwards	1,000
Purchases	15,000
Office expenses	2,000
Capital	6,000
Bank overdraft	1,500
Due from Jagadeesh	2,000
Outstanding expenses	500

OR

Q. No. 2. b) Identify following accounts into Personal, Real and Nominal Accounts.

- | | |
|----------------------------|--------------------------------|
| i) Capital Account | vii) Sales Account |
| ii) Buildings Account | viii) Bills receivable Account |
| iii) Loan Account | ix) Investment Account |
| iv) Mysore Store's Account | x) Discount Account |
| v) Drawing's Account | xi) Salaries Account |
| vi) Goodwill Account | xii) Furniture Account. |

UNIT – III

Q. No. 3. a) Following is the Trial Balance of Parekh and Sons as on 31st March 2018. Prepare Trading and Profit and Loss Account and Balance Sheet.

Marks : 1×10=10

Particulars	Dr.	Cr.
	₹	₹
Opening stock on 1 st April 2017	1,500	
Purchases	25,000	
Sales		78,000
Sundry debtors	6,000	



Capital		20,000
Drawings	5,000	
Returns	800	1,000
Plant and machinery	15,000	
Bills receivable	2,500	
Land and building	30,000	
Bills payable		4,000
Salaries and wages	12,000	
Trade expenses	7,000	
Rent, Rates and Insurance	1,200	
Stationary	700	
Sundry creditors		6,600
Provision for bad and doubtful debts		1,400
Bad debts	300	
Furniture	3,500	
Cash Balance	500	
	1,11,000	1,11,000

Adjustments :

- 1) Closing stock on 31st March 2018 is ₹ 1,200
- 2) Accrued expenses : wages ₹ 400, Rent ₹ 50.
- 3) Provision for bad and doubtful debts at 15%.
- 4) Charge depreciation at 10% Plant and Machinery and 8% on Land and Building.

OR

- Q. No. 3. a) From the following Trial Balance of Tilak, prepare Trading and P/L Account for the year ended 30th June 2018 and a Balance Sheet as on date.

Particulars	Dr.	Cr.
	₹	₹
Tilak's capital		71,000
Cash on hand and bank	3,900	

Purchases and sales	41,000	98,800
Returns	600	500
Productive wages	10,500	
Power and fuel	4,000	
Salary and wages	15,000	
Carriage outward	3,200	
Carriage inward	2,000	
Stock (1-7-2017)	5,800	
Building	40,000	
Plant and Machinery	20,000	
Furniture	7,500	
Debtors and Creditors	14,500	6,300
General expenses	3,000	
Insurance	600	
Drawings	5,000	
	1,76,600	1,76,600

Adjustments :

- 1) Stock on 30th June 2018 valued at ₹ 7,000.
- 2) Building, Machinery and Furniture are to be depreciated by ₹ 2,000 and ₹ 3,000 and ₹ 1,500 respectively.
- 3) Salaries and advertisement bill are outstanding to the extent of ₹ 500 and ₹ 1,000 respectively.
- 4) Prepaid insurance amounts to ₹ 170.

Q. No. 3. b) Write a short note on :
Manufacturing Account with format.

Marks : 1×6=6

OR

Q. No. 3. b) Write a short note on :
Trading and Profit and Loss Account with format.



UNIT – IV

- Q. No. 4. a) From the following receipts and payments account of Sudhakar Hospital newly commenced on 1-1-2018 and the adjustments given below, prepare the Income and Expenditure Account for the year ending 31-12-2018 and the Balance Sheet as on that date.

Marks : 1×10=10

Receipts	Amt. ₹	Payments	Amt. ₹
To Subscriptions	10,000	By Instruments	
To Entrance Fees	2,000	and equipments	12,000
To Endowment Fund	1,00,000	By Furniture	6,000
To Donations	20,000	By Diet expenses	1,800
To Fees from patients	2,500	By Medicines	
To Interest from bank	200	purchased	1,200
To Misc. receipts	300	By Salaries	5,000
		By Office Exp.	3,500
		By Govt.	
		Securities	1,00,000
		By Bal. c/d :	
		Cash	500
		Bank	<u>5,000</u>
			5,500
	1,35,000		1,35,000

- Donations are to be capitalised.
- Outstanding subscriptions ₹ 2,000, Office expenses outstanding ₹ 500.
- Depreciate instruments and equipments at 20% and furniture at 10%.
- Stock of medicines as on 31-12-2018 ₹ 200.

OR



Q. No. 4. a) Following is the Receipts and Payments Accounts of Sudha Education Trust commenced on 1-4-17.

Receipts	Amt.	Payments	Amt.
To Life membership fee	4,000	By Building	1,00,000
To Building donation	1,00,000	By Furniture	20,000
To Govt. grants	30,000	By Library books	10,000
To Admission fees	10,000	By Salary	24,000
To Subscription	15,000	By Printing and	
To Fees from students	3,060	stationary	1,250
		By Telephone	
		charges	500
		By Sports materials	
		(1-4-17)	4,000
		By Office expenses	400
		By Balance of cash	1,910
	1,62,060		1,62,060

Adjustments :

- 1) Salary outstanding ₹ 1,000.
- 2) Depreciation on sports materials at 20%.
- 3) Depreciate building by ₹ 5,000.
- 4) Outstanding subscriptions ₹ 450 and subscriptions received in advance ₹ 600.
- 5) Admission fees to be capitalised.

Prepare :

- 1) Income and Expenditure A/c.
- 2) Balance Sheet as on 31-3-18.

Q. No. 4. b) What are legacies ? Distinguish between capital expenditure and revenue expenditure.

Marks : 1×6=6

OR



Q. No. 4. b) Classify the following into capital and revenue.

- 1) Life membership fees
- 2) Sale of old sports material
- 3) Subscription
- 4) Tuition fees
- 5) Prize amount received from lottery
- 6) Loans taken from others.

UNIT – V

Q. No. 5. a) Define computerized accounting system. Distinguish between manual and computerised accounting system. Marks : $1 \times 10 = 10$

OR

Q. No. 5. a) Explain any five advantages and disadvantages of computerised accounting system.

Q. No. 5. b) Explain the features of computerised accounting system. Marks : $1 \times 6 = 6$

OR

Q. No. 5. b) Write a note on Tailor-made accounting software.

I Semester 5 Year B.B.A., LL.B./B.Com. LL.B.
Examination, April/May 2022 (Dec. 2021)
FINANCIAL ACCOUNTING

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer all five Units.
 2. One essay type question and short note/problems is compulsory from each Unit.
 3. Figures to the right indicate marks.
 4. Answer should be written in English completely.

UNIT – I

- Q. No. 1. a) What are accounting concepts ? Explain. Marks : 10
- OR
- Q. No. 1. a) What is double entry system of accounting ? What are its advantages and disadvantages. Marks : 10
- Q. No. 1. b) Write a short note on : Marks : 6
Branches of Accounting.
- OR
- Q. No. 1. b) Differences between Book-keeping and Accounting. Marks : 6

UNIT – II

- Q. No. 2. a) Journalise the following transactions in the books of Vivek. Marks : 10

Dec. 1 Vivek started his business with the following :

	₹
Cash in hand	15,000
Cash at Bank	35,000
Goods in hand	30,000
Furniture	20,000
Buildings	10,000



Dec. 5	Loan taken from Bank	50,000
Dec. 8	Cash sales paid into Bank	20,000
Dec. 10	Withdrew from Bank for petty cash	1,000
Dec. 12	Bought goods from Sachin on account	20,000
Dec. 15	Received a cheque from Rajesh to be credited to Satish	5,000
Dec. 18	Bank allowed interest on Deposits	200
Dec. 21	Furniture costing ₹ 3,000 was destroyed by fire.	
Dec. 28	Cash sales paid into Bank ₹ 20,000	
Dec. 31	Paid postage ₹ 100	

OR

- Q. No. 2. a) Enter the following transactions in a three column cash book.

Marks : 10

2021

- Jan. 1 Commenced business with ₹ 7,000 in cash
 Jan. 2 Paid into Bank ₹ 6,500
 Jan. 7 Bought furniture for ₹ 750 and paid by cheque
 Jan. 15 Bought goods for ₹ 3,000 and paid by cheque
 Jan. 20 Bought furniture for cash ₹ 120
 Jan. 22 Received from Ravi cash of ₹ 440 and allowed him ₹ 10 as discount.
 Jan. 24 Sold goods for cash ₹ 1,000
 Jan. 25 Paid Rajan ₹ 220 in settlement of his account of ₹ 240
 Jan. 26 Paid into Bank ₹ 700
 Jan. 30 Drew cheque for salaries ₹ 380
 Jan. 31 Drew cheque for personal use ₹ 250.



Q. No. 2. b) Enter the following transactions in the sales returns book. Marks : 6

2020

- July 1 Rajesh and Co. returned goods worth ₹ 1,000
July 10 Allowance granted to Madan for breakage ₹ 500
July 18 Allowance granted to Chander for overcharge ₹ 300
July 25 Sohan and Co. returned goods worth ₹ 200
July 31 Allowance granted to Rohan and Co. ₹ 250.

OR

Q. No. 2. b) Following is the Trial balance as on 31-12-2021 prepared by an incompetent accountant.

Marks : 6

You are required to rewrite in its correct form :

Particulars	Dr.	Cr.
	(₹)	(₹)
Capital	24,000	—
Stock on 1-1-2021	8,500	—
Furniture	2,600	—
Purchases	—	8,950
Cash at Bank	7,300	—
Carriage	300	—
Sales	—	22,500
Buildings	12,000	—
Returns Inwards	—	1,900
Trade Expenses	1,000	—
Return outwards	350	—
Discount received	970	—
Office Rent	—	2,270
Salary	3,000	—
	60,020	35,620



UNIT – III

- Q. No. 3. a) From the following Trial Balance of Roshan, prepare the Trading Profit and Loss A/c for the year ended 31st Dec. 2020 and the Balance Sheet as on that date after taking into account the adjustments given below :

Marks : 10

Trial Balance as on 31st Dec. 2020

	Dr.	Cr.
	(₹)	(₹)
Roshan's capital		29,000
" Drawings	760	
Purchases and sales	8,900	15,000
Sales returns and purchase returns	280	450
Stock (1-1-2020)	1,200	
Wages	800	
Building	22,000	
Freight and Carriage	2,000	
Trade expenses	200	
Advertisement	240	
Interest		350
Tax and Insurance	130	
Debtors and creditors	6,500	1,200
Bills Receivable and Bills payable	1,500	700
Cash at Bank	1,200	
Cash in Hand	190	
Salaries	800	
	46,700	46,700



Adjustments :

- (i) Stock on 31st Dec. 2020 was valued at ₹ 1,500.
- (ii) Insurance was prepaid to the extent of ₹ 40.
- (iii) Outstanding liabilities were :
Salaries ₹ 200, Taxes ₹ 130.
- (iv) Depreciate Building at 2% P.a.

OR

- Q. No. 3. a) Following is the Trial Balance of Prakash as on 31st March 2019. Prepare a Trading and P&L A/c and Balance Sheet as on that date after making necessary adjustments.

Marks : 10

Trial Balance as on 31st March 2019

	Dr. (₹)	Cr. (₹)
Opening stock (1-4-2018)	1,500	
Purchases	25,000	
Sales		78,000
S. Debtors	6,000	
Capital Account		20,000
Drawings Account	5,000	
Returns	800	1,000
Plant and Machinery	15,000	
Bills Receivable	2,500	
Land and Buildings	30,000	
Bills Payable		4,000
Salaries and wages	12,000	
Trade Expenses	7,000	
Rent, Rates and Insurance	1,200	
Stationery	700	
S. Creditors		6,600
Provision for Bad and Doubtful Debts		1,400
Bad Debts	300	
Furniture	3,500	
Cash Balance	500	
	1,11,000	1,11,000

**Adjustments :**

- (i) Closing stock as on 31st March 2019 ₹ 1,200.
- (ii) Accrued expenses :
Wages ₹ 400,
Rent ₹ 50
- (iii) Provision for bad and doubtful debts should be maintained at 15% on debtors.
- (iv) Provision for depreciation at 10% on plant and machinery and 8% on Land and Buildings.

Q. No. 3. b) What is Final Accounts ? What are the uses of final accounts of a firm ?

Marks : 6

OR

Q. No. 3. b) How do you treat the following in Final Accounts ?

Marks : 6

- (a) Interest on Capital.
- (b) Drawings.
- (c) Interest on Drawing.
- (d) Outstanding wages.
- (e) Prepaid Expenses.
- (f) Depreciation.

UNIT – IV

Q. No. 4. a) From the following information relating to Anand cricket club, prepare an Income and Expenditure Account for the year ending 31st March 2019 and a Balance Sheet as on that date.

The secretary of the club gives the following record for cash transactions for your use.

Marks : 10

	₹		₹
To Subscriptions	5,000	By upkeep of ground	2,000
To Admission fee	300	By Tournament Exp.	700
To sale of old Bats	50	Rents rates and insurance	300
To rent of grounds	300	Printing and stationery	100
To Tournament subscription	1,000	Secretarys Honorarium	170
To Drawn from Bank	4,000	By Grass seeds	30
To Donations	10,000	By Bats, Balls etc.	700
		By Lodged with Bank	16,650
	20,650		20,650



Assets on 1st April 2018 were :

Cash at Bank ₹ 1,300, stock of Balls etc. ₹ 1,500, printing and stationery ₹ 200, subscriptions due ₹ 500 Liabilities on 1st April 2018 – NIL.

Donations and surplus on account of tournament should be kept on reserve for a permanent pavilion. Subscriptions due at 31st March 2018 were ₹ 750.

Write off 5% of the total value of Bats, balls etc. and 25% of printing and stationery.

OR

Q. No. 4. a) Distinguish between Receipts and Payments Account and Income and Expenditure Account.

Marks : 10

Q. No. 4. b) How do you classify the following expenses into capital and revenue ?

Marks : 6

- (i) Stamp duty paid at the time of purchase of land
- (ii) Cost of extension of pavilion and seating accomodation
- (iii) Amount paid for freight to bring new furniture
- (iv) Fines paid for contravening the rules
- (v) Amount spent on painting a newly constructed building
- (vi) Amount spent on purchase of electric fans.

OR

Q. No. 4. b) What is Non-trading concern ? What are the characteristics of Non-trading concern ?

Marks : 6

UNIT – V

Q. No. 5. a) Explain the advantages and disadvantages of computerised Accounting.

Marks : 10

OR

Q. No. 5. a) Explain the factors to be considered before the implementation of computerised accounting.

Marks : 10

Q. No. 5. b) Write a short note on Tally.

Marks : 6

OR

Q. No. 5. b) Write a short note on different Accounting softwares.

Marks : 6



6004/7004

**First Semester 5 Year B.B.A.,LL.B./B.Com.,LL.B.
Examination, Oct./Nov. 2021
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer any five questions from group (a) each question carries 10 marks.
 2. Answer any five questions from group (b) each question carries 6 marks.
 3. Answer should be written only in English.
 4. Use a simple calculator.

Q. No. 1. a) Give the meaning of accounting. Explain the functions of accounting. Marks : 10

Q. No. 1. b) Explain the accounting conventions. Marks : 6

Q. No. 2. a) Mr. Ashok is a sole trader. From the following transactions, pass journal entries for the month of January 2018. Marks : 10

Jan. 2018

- 01 Commenced business with cash Rs. 1,00,000, with goods Rs. 2,00,000 and buildings Rs. 5,00,000
- 02 Purchased goods from B and Co. on credit Rs. 3,00,000
- 03 Cash deposited into bank Rs. 80,000
- 05 Salaries paid in cash Rs. 10,000
- 08 Paid B and Co. by cheque for the purchases made on 2nd Jan.
- 09 Sold goods to D and Co. on credit Rs. 10,000.
- 10 Building purchased from Kumar and Co. for Rs. 1,00,000 and an advance of Rs. 20,000 is given in cash.
- 11 Paid for stationery Rs. 5,000.
- 12 Received a cheque from D and Co. in full settlement and deposited the same in bank Rs. 9,000.
- 15 Cash withdrawn from bank for office use Rs. 5,000.

Q. No. 2. b) Write a note on journal. Marks : 6

P.T.O.

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Q. No. 3. a) What are subsidiary books ? Explain the features and advantages of subsidiary books.

Marks : 10

Q. No. 3. b) Difference between credit note and debit note.

Marks : 6

Q. No. 4. a) Prepare a three column cash book from the following transactions :

Marks : 10

June 2018

- 01 Cash in hand Rs. 800, cash at bank Rs. 3,365.
- 03 Paid James and Co. by cheque Rs. 1,175 discount received from him Rs. 25.
- 05 Received from David and Co. a cheque amounting to Rs. 990, discount allowed to him Rs. 10.
- 07 Deposited into bank the cheque received from David and Co.
- 10 Purchased stationery for cash Rs. 1,280.
- 15 Purchased goods for cash Rs. 1,280.
- 16 Deposited into bank Rs. 1,250.
- 18 Withdrawn from bank for personal expenses Rs. 100.
- 21 Drew from bank for personal use Rs. 420.
- 25 Bought furniture for cash Rs. 350.
- 26 Paid salaries by cheque Rs. 760.

No. 4. b) Explain the different types of cash book.

Marks : 6



- Q. No. 5. a) The following are the balances taken on 31st Dec. 2007 from the books of Mr. Muniz : Marks : 10

Particulars	Rs.	Particulars	Rs.
Capital	35,000	Printing and stationery	325
Drawings	2,400	Bad debts	150
Bills receivable	8,200	Purchases	50,600
Plant and machinery	19,600	Sales	84,870
Advertising	1,200	Sales tax	1,875
Commission (Cr.)	360	Sundry debtors	24,200
Wages	11,600	Sundry creditors	15,300
Discount allowed	160	Stock (1 st Jan. 2007)	7,965
Railway Freight on purchases	340	Trade expenses	190
Return inwards	930	Rent	1,650
Cycles	375	Insurance	400
Salaries	7,500	Cash in hand	180
Rates and taxes	250	Bank OD	5,760
		Type-writer	1,200

Prepare Trading and Profit and Loss Account for the year ended 31st Dec. 2007 and Balance Sheet as on that date after taking into consideration the following :

- a) Depreciation is to be charged as follows :

Plant and machinery 5% and Type-writer 10%.

- b) Commission earned but not received Rs. 140.



c) Provide for the following outstanding items :

i) Printing Rs. 75 and

ii) Rent Rs. 150.

d) Charge 5% interest on capital.

e) Stationery on hand at the end of the year Rs. 50.

f) Stock on 31st Dec. 2007 was valued at Rs. 12,666.

Q. No. 5. b) How do you treat the following adjustments in the final accounts :

Marks : 6

1) Interest on capital.

2) Goods withdrawn by the proprietor for his personal use.

3) Goods distributed by a concern as free samples.

Q. No. 6. a) On 31st Dec. 2007, the following Trial Balance was extracted from the books of a Merchant :

Marks : 10

	Rs.	Rs.
Capital	—	30,000
Drawings	5,000	—
Sundry debtors and creditors	20,000	10,000
Loan on mortgage	—	9,500
Interest on loan	300	—
Cash in hand	2,000	—
Provision for bad debts	—	700
Stock (1-1-2007)	6,800	—
Motor vehicles	10,000	—
Cash at bank	3,500	—
Land and buildings	12,000	—



Bad debts	500	—
Purchases and sales	66,000	1,10,000
Carriage outward	2,500	—
Carriage inward	3,000	—
Sales returns and purchase returns	8,000	1,500
Salaries	9,000	—
Rent, taxes and insurance	3,000	—
Advertising	3,500	—
Discount	—	500
General expenses	3,400	—
Bills receivable and bills payable	6,000	2,000
Rent received	—	300
	1,64,500	1,64,500

Prepare Trading and P/L A/c for the year ended December 31st, 2007 and Balance Sheet as on that date after making adjustments of the following :

- 1) Depreciate land and buildings at 2½% and Motor vehicles at 20%.
- 2) Salaries outstanding Rs. 700.
- 3) Prepaid insurance Rs. 200.
- 4) Provision for bad debts is to be maintained at 5% on Sundry debtors.
- 5) Stock in hand on 31st Dec. 2007 was valued at Rs. 7,000.

Q. No. 6. b) What is a trial balance ? Explain the objectives of a trial balance.

Marks : 6



- Q. No. 7. a) From the following particulars of Bangalore Sports Club, prepare Income and Expenditure A/c for the year ending 31-12-1985 and the Balance Sheet as on that date.

Marks : 10

Balance Sheet as on 31-12-1984

Liabilities	Rs.	Assets	Rs.
Capital fund	30,500	Buildings	32,000
Subscriptions for 1985	500	Subscriptions receivable	800
Sundry expenses payable	2,000	Rent receivable	200
Bank loan	10,000	Furniture	6,000
		Cash	4,000
	43,000		43,000

Receipts and Payments A/c for the year ending 31-12-1985

To Opening bal.	4,000	By Sundry exps. :	
To Subscriptions :		1984	2,000
1984	800	1985	3,000
1985	8,800	By Salary to staff	2,200
1986	1,400	By Subscription to	
To Entrance fees	200	newspapers	1,000
To Rent	2,000	By Refreshment	
To Sale of old		expenses	2,000
newspapers	2,000	By Investments	5,000
To Receipts from		By Bank loan	4,000
refreshments	3,000	By Closing balance	3,000
	22,200		22,200

Adjustments :

- 1) Subscriptions outstanding Rs. 500.
- 2) Staff salary outstanding Rs. 200.
- 3) Interest on bank loan accrued but not paid Rs. 1,200.
- 4) Depreciation on buildings Rs. 2,000.
- 5) 50% of the entrance fees received to be capitalised.



- Q. No. 7. b) Write a short note on capital expenditure and revenue expenditure. Marks : 6
- Q. No. 8. a) Explain the basic features of Income and Expenditure account and of Receipt and Payment Account. Marks : 10
- Q. No. 8. b) Write a short note on non-profit organisation. Marks : 6
- Q. No. 9. a) Distinction between Manual accounting and Computerised accounting. Marks : 10
- Q. No. 9. b) What is computerised accounting ? Explain its features. Marks : 6
- Q. No. 10. a) What are the factors to be considered while introducing computerised accounting in a business concern ? Marks : 10
- Q. No. 10. b) Short note on "Tally ERP 9.0". Marks : 6
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6004

First Semester 5 Years B.B.A., LL.B. Examination, March/April 2021
FINANCIAL ACCOUNTING

Duration : 3 Hours

Max. Marks : 80

Instructions : 1. Answer any five Questions from group (a) each question carries 10 marks.

2. Answer any five Questions from group (b) each question carries 06 marks.

3. Answers should be written in English.

Q. No. 1. (a) What are the types of accounts under English system ?

Classify the following account into personal accounts, real accounts and nominal accounts.

Marks : 10

- 1) Capital A/c
- 2) Purchases A/c
- 3) Cash A/c
- 4) Salary A/c
- 5) Vehicle A/c
- 6) Infosys Ltd. A/c
- 7) Salary Payable A/c
- 8) Vishwas A/c
- 9) Commission receivable A/c
- 10) Canara Bank A/c
- 11) Building A/c
- 12) Goodwill A/c
- 13) Patent A/c

P.T.O.



- 14) Stationary A/c
- 15) Interest A/c
- 16) Bank charges A/c
- 17) Sales A/c
- 18) Advertisement A/c.

Q. No. 1. (b) "Accounting is the art as well as a science". Explain. Marks : 6

Q. No. 2. (a) Distinguish "Accounting Concepts" and "Accounting Conventions". Marks : 10

Q. No. 2. (b) Analyse the following transactions by applying the rules of debit and credit under English system of accounting. Marks : 6

- 1) Commenced business with cash Rs. 50,000.
- 2) Bought goods from Ranga on credit Rs. 50,000.
- 3) Purchased furniture for cash Rs. 10,000.
- 4) Cash sales to Ananth Rs. 3,000.
- 5) Received interest of Rs. 1,000 from Abhay.

Q. No. 3. (a) Record the following transactions in three column cash book and balance it. Marks : 10

	Details	Amount (Rs).
2017 August		
1	Cash balance	15,000
	Bank balance	10,000
3	Paid insurance premium by cheque	4,200
8	Cash sales	22,000
9	Payment for cash purchases	21,000
10	Cash deposited into bank	15,000
14	Withdrawn from bank for personal use	6,000



16	Withdrawn from bank for office use	14,500
23	Received cash from Michel and	6,850
	Discount allowed	150
25	Cheque received from Kumar	4,500
31	Rent paid by cheque	4,000

Q. No. 3. (b) Explain the importance of journal in accounting system. Marks : 6

Q. No. 4. (a) Journalise the following transactions in the books of Mr. Goudar. Marks : 10

Details		
2016 December		Amount (Rs).
1	Business started with cash	1,20,000
2	Opened bank account with ICICI	40,000
4	Goods purchased for cash	12,000
10	Paid cartage	500
12	Goods sold on credit to M/s Lara India	25,000
14	Cash received from M/s Lara India on A/c	10,000
16	Goods returned from M/s Lara India	3,000
18	Paid trade expenses	700
19	Goods purchased on credit from Taranum	32,000
20	Cheque received from M/s Lara India for final settlement and deposited same into bank	11,500
	Discount allowed	500
22	Goods returned to Taranum	1,500
24	Paid for stationary	1,200
26	Cheque given to Taranum on account	20,000
28	Paid rent by cheque	4,000
29	Drew cash for personal use	10,000
30	Cash sales	12,000
31	Goods sold to M/s Puspak Traders	11,000

Q. No. 4. (b) State the objectives of cash book. Marks : 6



Q. No. 5. (a) The following are the balances extracted from the books of Mr. Manju as on 31-12-1989.

Marks : 10

	Rs.		Rs.
Manju's capital	30,000	Wages	15,000
Interest (Dr.)	750	Stock (1-1-1989)	4,500
Office rent	250	Salaries	3,500
Taxes and insurance	200	Bills payable	3,000
Machinery and plant	10,000	Loose tools	500
Sundry debtors	25,000	Cash in hand	400
Bills receivables	2,500	Stock of books	250
Sundry creditors	15,000	Office expenses	350
Bank overdraft	1,000	Sales	48,200
Business premises	28,000	Purchases	21,000
Loan (Cr.)	15,000		

The stock at close was Rs. 6,000. Wages and salaries were outstanding to the extent of Rs. 100 and Rs. 75 respectively. Insurance prepaid amounted to Rs. 25.

Prepare the Final accounts for the year ending 31-12-1989.

Q. No. 5. (b) What do you mean by financial statements ?

Marks : 6

Q. No. 6. (a) From the following trial balance and the adjustments given below prepare the final account of Mr. Sunil.

Marks : 10

Sl. No.	Name of Accounts	Dr.	Cr.
1	Capital	—	56,000
2	Drawings	6,000	—
3	Purchases	30,000	—
4	Sales	—	65,000



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5	Stock on 1-1-2010	24,000	—
6	Machineries	16,000	—
7	Building	40,000	—
8	Wages	4,000	—
9	Cash	2,000	—
10	Cash at bank	4,600	—
11	Bills receivable	7,000	—
12	Debtors	17,000	—
13	Bills payable	—	10,000
14	Creditors	—	28,000
15	Insurance	1,450	—
16	General expenses	3,200	—
17	Salary	3,400	—
18	Commission	1,350	—
19	Interest	—	1,000
		1,60,000	1,60,000

Adjustments :

- Stock on 31-12-2010 was valued at Rs. 30,000.
- Depreciate machinery at 10%.
- Allow interest on capital at 5% p.a.
- Outstanding wages Rs. 1,500.
- Prepaid insurance Rs. 450.
- Make provision for doubtful debts at 5% on debtors.

Q. No. 6. (b) State the meaning of balance sheet.

Marks : 6



Q. No. 7. (a) On 1-1-2012 Dhanpal bought goods worth of Rs. 2,000 from Bhupal and accepted a four months bill in settlement. On 1-2-2012 Bhupal bought goods worth Rs. 4,000 from Narapal and in payment he handed Narpal. Dhanpal's acceptance and paid cash Rs. 1,950. Narpal allowing Rs. 50 by way of discount. On the due date Dhanpal dishonoured his acceptance.

Pass the journal entries in the books of Bhupal, Dhanpal and Narpal.

Marks : 10

Q. No. 7. (b) Define bills of exchange. State its essentials.

Marks : 6

Q. No. 8. (a) On 1-1-2012 A draws a bill on B at 3 months for Rs. 2,000 and B draws on A a bill for a similar amount and term. Both the bills are accepted and discounted at 20% p.a. each by the respective parties. B meets his own acceptance on maturity. But A's acceptance is dishonoured A then accepts a new bill at 2 months for the amount due by him including interest Rs. 100. The new bill is duly met on the due date.

Pass the journal entries in books of both the parties.

Marks : 10

Q. No. 8. (b) Distinguish between accommodation bill and trade bill.

Marks : 6

Q. No. 9. (a) From the following information given in respect of certain items of a sports club. Show these items in the income and expenditure account and balance sheet of the club.

Marks : 10

	Rs.
Sports fund as on 1-4-2005	35,000
Sports fund investment	35,000
Interest on sports fund	4,000
Donations for sports fund	15,000



Sports prizes awarded	10,000
Expenses on sports events	4,000
General fund	80,000
General fund investments	80,000
Interest on general fund investments	8,000

Q. No. 9. (b) Write a short note on "Non-profit Organisation".

Marks : 6

Q. No. 10.(a) Distinguish between "Income and Expenditure Account" and "Receipts and Payments Account".

Marks : 10

Q. No. 10.(b) What is subscription ? How is it calculated ?

Marks : 6
