First Semester 5 Year B.B.A.,LL.B./B.Com.,LL.B. Examination, Sept./Oct. 2023 (June 2023)
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. **Figures to the right indicate marks.**
4. **Answer should be written in English only.**
5. **Use simple calculator only.**

UNIT – I

Q. No. 1. a) Define accounting standards. Discuss any four accounting standards. Marks : 10

OR

Q. No. 1. a) Discuss the advantages of accounting and limitations of accounting. Marks : 10

Q. No. 1. b) Write a short note on Functions of accounting. Marks : 6

OR

Q. No. 1. b) Write a short note on Conventions of accounting. Marks : 6

UNIT – II

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

2021

Jan. 1	Ganesh commenced business with cash ₹ 50,000
Jan. 3	Paid into bank ₹ 10,000
Jan. 6	Bought goods for cash ₹ 10,000
Jan. 10	Sold goods to Mahesh on credit ₹ 4,000
Jan. 12	Bought office furniture for cash ₹ 5,000
Jan. 16	Paid salary to Manager ₹ 1,000
Jan. 22	Received commission from Satish ₹ 200
Jan. 24	Paid carriage ₹ 500
Jan. 26	Withdrew cash from office for personal use ₹ 2,000
Jan. 31	Paid rent to landlord ₹ 3,000.

OR

Q. No. 2. a) Prepare three column cash book from the following transactions : Marks : 10

2021

March 1	Balance of cash ₹ 2,000 and at bank ₹ 8,000
March 5	Received a cheque from Mahesh for ₹ 500 and allowed him discount ₹ 10
March 6	Drew for office use ₹ 500
March 7	Paid into bank ₹ 500
March 8	Paid into bank ₹ 500 the cheque received from Mahesh
March 15	Sold goods for cash ₹ 400 and remitted the same into the bank account
March 22	Received commission ₹ 50
March 29	Paid Mohan by cash ₹ 120 and he allowed ₹ 5 discount
March 31	Sent Ramesh money of ₹ 100.

Q. No. 2. b) Enter the following transactions in the purchases book of Manoj. Marks : 6

June 1	Bought from Anand Ltd., Dharawad ₹ 6,600 less ₹ 600 trade discount
June 6	Bought from Aditya and Co., Hubballi ₹ 16,000 less 5% trade discount
June 15	Bought from Suresh Ltd., Bangalore ₹ 30,000
June 20	Bought from Satish and Co., Raichur ₹ 16,000
June 25	Bought from Bhavesh Ltd., Mysore ₹ 20,000 less 5% trade discount
June 30	Bought from Mangalore traders ₹ 26,000.

OR

Q. No. 2. b) The following is the trial balance prepared by an incompetent clerk. Redraft the trial balance as on 31st Dec. 2020. Marks : 6

	Dr. (₹)	**Cr.** (₹)
Bank overdraft	8,000	–
Capital account	4,00,000	–
Cash	–	4,000
Purchase returns	4,000	–
Sales returns	–	1,000
Wages	–	6,000
Bills payable	–	20,000
Bills receivable	–	45,000
Plant	–	4,60,000
Repairs to plant	–	10,000
Opening stock	11,500	–
Sales	2,60,000	–
Purchases	–	1,51,000
Debtors	–	44,000
Creditors	53,500	–
Stationery purchased	–	4,000
Loan from Prasad	9,000	–
Drawings	16,000	–
Trade expenses	–	2,000
Difference in trial balance	–	15,000
	7,62,000	**7,62,000**

UNIT – III

Q. No. 3. a) Charlie's trial balance appeared as follows on 31st December 2020. Marks : 10

	₹		₹
Capital	92,000	Cash at bank	14,534
Creditors	18,852	Bills receivable	5,844
Bills payable	6,930	Purchases	85,522
Sales	1,21,850	Carriage inwards	1,291
Provision for doubtful debts	1,320	Carriage outwards	800
Interest	340	General expenses	6,085
Buildings	70,000	Insurance	783
Motor trucks	12,000	Bad debts	613
Furniture	1,640	Audit fees	400
Debtors	15,600	Travelling expenses	325
Opening stock	15,040	Discount	620
Cash in hand	988	Sales returns	255
		Investments	8,922

Prepare the Trading and P and L A/c for the year ended 31st Dec. 2020 and Balance Sheet as on that date after considering the following :

Adjustments :

1) Stock on 31st Dec. 2020 was valued at ₹ 15,500.
2) Depreciation has been provided for motor trucks by 10% and furniture by 5%.
3) Write off further ₹ 140 as bad debts and maintain provision at 5% on debtors.
4) Insurance unexpired ₹ 150.
5) Interest on investments outstanding ₹ 120.

OR

Q. No. 3. a) What is final accounts ? How do you treat the following adjustments in final accounts ? Marks : 10

(i) Depreciation.
(ii) Prepaid expenses.
(iii) Provision for bad debts.
(iv) Interest on capital.
(v) Interest on drawings.
(vi) Closing stock.
(vii) Outstanding expenses.

Q. No. 3. b) Distinguish between Profit and Loss A/c and Balance Sheet. Marks : 6

OR

Q. No. 3. b) Write a Balance Sheet with imaginary numbers atleast 12 items. Marks : 6

UNIT – IV

Q. No. 4. a) The following is the Receipts and Payments Account of Mysore Literary Club for the year ended 31st Dec. 2020. Marks : 10

	₹		₹
To Balance b/d	319	By Rent and rates	168
To Subscriptions	1,600	By Wages	245
To Donations	420	By Lighting	72
To Life membership fees	250	By Lecture's fees	435
To Interest	26	By Books	213
To Proceeds from Lectures	42	By Office expenses	450
		By FD	800
		By Cash at bank	254
		By Cash in hand	20
	2,657		**2,657**

At the beginning of the year, the club possessed books worth ₹ 2,000 and furniture worth ₹ 850. Subscriptions in arrears at the beginning of the year amounted to ₹ 35 and at the end of the year ₹ 45 and rent and rates outstanding at the beginning of the year amounted to ₹ 60 and at the end of the year ₹ 50.

Prepare income and expenditure account and Balance Sheet after writing ₹ 150 off books and ₹ 50 off furniture.

OR

Q. No. 4. a) Differentiate between Receipts and Payments Account and Income and Expenditure Account. Marks : 10

Q. No. 4. b) From the following ledger balances as on 31st Dec. 2019, find out the Opening Capital Fund : Marks : 6

	₹
Machinery	30,000
Building	50,000
Investments	40,000
Outstanding expenses	1,000
Outstanding subscription	500
Prepaid insurance	100
Subscription received in advance	2,000

OR

Q. No. 4. b) How do you treat the following items in the final accounts of non profit organization ? Marks : 6

(a) Legacy

(b) Honorarium

(c) Sale of old assets

(d) Wages paid for installation of machinery

(e) Entrance fees

(f) Life membership fees.

UNIT – V

Q. No. 5. a) What is computerised accounting ? Explain its features. Marks : 10

OR

Q. No. 5. a) What are the factors considered while introducing computerised accounting into a business organisation. Marks : 10

Q. No. 5. b) Explain the advantages of computerised accounting. Marks : 6

OR

Q. No. 5. b) Write a short note on any two accounting software. Marks : 6

First Semester 5 Year B.B.A. LL.B./B.Com. LL.B. Examination, March/April 2024 (Odd Sem.)

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 completely.

4. Use simple calculator only.

UNIT – I

Q. No. 1. (a) Define Accounting. Explain objectives and functions of Accounting. Marks : 10

OR

Q. No. 1. (a) Explain any 10 Accounting Standards. Marks : 10

Q. No. 1. (b) Distinguish between Book-keeping and Accounting. Marks : 6

OR

Q. No. 1. (b) What do you mean by the term 'Assets' ? How are assets classified ? Give an example of each type of assets. Marks : 6

UNIT – II

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

March 2018

1	Rahul started business with cash ₹ 40,000/-, cheque ₹ 60,000/- and a building valued at ₹ 5,00,000.
3	Purchased goods amounting to ₹ 2,00,000 out of which goods ₹ 1,80,000 were purchased on credit from Deepak.
5	Sold goods to Ramesh ₹ 1,60,000.
8	Received cheque for ₹ 1,56,000 from Ramesh in full settlement of his account.
10	Paid ₹ 1,78,000 to Deepak in full settlement of ₹ 1,80,000 due to him by cheque.
12	Paid income tax ₹ 5,000.

OR

Q. No. 2. (a) Enter the following transactions in three column cash book. Marks : 10

1-1-2018	Commenced business with ₹ 10,000 in cash
3-1-2018	Paid into bank ₹ 7,000
7-1-2018	Bought furniture for ₹ 750 and paid by cheque
15-1-2018	Bought goods for ₹ 3,000 and paid by cheque
20-1-2018	Bought furniture for cash ₹ 120
22-1-2018	Received cash from Raj ₹ 440 and allowed him ₹ 10 as discount
24-1-2018	Sold goods for cash ₹ 600
25-1-2018	Paid Vijay ₹ 220 in settlement of his account to ₹ 240
26-1-2018	Paid into bank ₹ 700
28-1-2018	Drew cheque for salaries ₹ 380
31-1-2018	Drew cheque for personal use ₹ 250.

Q. No. 2. (b) Prepare a Trial Balance as on 31-3-2018 from the following ledger balances. Marks : 6

Particulars	Amount (₹)
Capital	40,000
Drawings	2,000
Land and buildings	20,000
Stock on 1-4-2017	12,500
Machinery	5,000
Loose Tools	1,000
Furniture	1,200
Rent	1,800
Salary	1,100
Sundry debtors	2,200
Sundry creditors	1,000
Purchases	20,800
Sales	38,400
Discount received	1,750
Postage and Telegram	200
Wages	2,600
Bills receivable	2,700
Sundry expenses	800
Income tax paid	200
Cash at bank	7,050

OR

Q. No. 2. (b) Distinguish between Journal and Ledger. Marks : 6

UNIT – III

Q. No. 3. (a) From the following balances prepare financial statements as on 31-3-2018. Marks : 10

Trial Balance as on 31-3-2018

Particulars	**Debit** (₹)	**Credit** (₹)
Capital	–	60,000
Purchases and sales	35,000	74,000
Drawings	4,000	–
Returns	2,000	1,500
Carriage inwards	500	–
Rent	1,800	–
Sundry debtors	20,000	–
Creditors	–	15,000
Land and buildings	20,000	–
Opening stock (1-4-2017)	9,000	–
Wages	5,000	–
Discount	500	–
Commission	200	300
Printing and stationery	300	–
Salary	2,500	–
Loan	–	4,000
Plant and machinery	30,000	–
Furniture	10,000	–
Bad debts	1,000	–
Bills receivable	10,000	–
Bills payable	–	6,000
Provision for bad debts	–	500
Cash in hand	3,500	–
Cash at bank	6,700	–
Interest received	–	700
	1,62,000	**1,62,000**

Adjustments :

1) Stock on 31-3-2018 ₹ 15,000.
2) Prepaid rent ₹ 300.
3) Salary outstanding ₹ 500.
4) Depreciate plant and machinery at 10% and furniture at 5%.
5) Provide for doubtful debts on debtors at 5%.

OR

Q. No. 3. (a) Prepare financial statements for the year ending on 31st March 2018 from the following Trial Balance and adjustments. Marks : 10

Trial Balance as on 31-03-2018

Names of Accounts	**Debit (₹)**	**Credit (₹)**
Drawings and capital	15,000	50,000
Purchases and sales	40,000	70,000
Purchases returns	–	3,000
Sales returns	2,000	–
Wages	4,000	–
Salaries	8,000	–
Sundry debtors	12,000	–
Sundry creditors	–	10,000
Bills receivable	5,000	–
Bills payable	–	4,000
Furniture	15,000	–
Opening stock	13,000	–
General expenses	3,000	–
Insurance	1,000	–
Cash and Bank balance	19,000	–
	1,37,000	**1,37,000**

Adjustments :

a) Closing stock ₹ 20,000.
b) Insurance prepaid ₹ 200.
c) Provide for doubtful debts @ 5%.
d) Depreciate furniture by 10% p.a.

Q. No. 3. (b) Show the treatment of expenses, depreciation, closing stock at the time of preparation of final accounts. Marks : 6

OR

Q. No. 3. (b) Why is it necessary to create provision for bad and doubtful debts ? How is it treated in final accounts ? Marks : 6

UNIT – IV

Q. No. 4. (a) Explain the features of Income and Expenditure A/c and Receipts and Payments Account. Marks : 10

OR

Q. No. 4. (a) Tennis club of Mysore was started on 1-04-2017. Its Receipts and Payments Account for the year ending 31-03-2018 is as follows : Marks : 10

Receipts and Payments A/c for the year ending 31-3-2018

	Dr.		Cr.
Receipts	₹	**Payments**	₹
To Endowment fund	2,00,000	By Salary	72,000
To Tournament fund	1,00,000	By Tournament expenses	76,000
To Entrance fees	6,000	By Rent	24,000
To Life membership fees	60,000	By Printing	10,000
To Donations	4,00,000	By Function expenses :	
To Subscriptions	60,000	Honorarium	1,40,000
To Fees for functions	2,40,000	Others	40,000
		By Sports equipments	2,54,000
		By Furniture	1,28,000
		By Postage	3,000
		By Fixed deposit in bank	3,00,000
		By Cash balance	19,000
	10,66,000		**10,66,000**

Adjustments :

1) Outstanding subscriptions ₹ 40,000.
2) Outstanding expenses : Salaries 24,000, Printing ₹ 10,000.
3) Entrance fees and life membership fees are to be capitalised.
4) Sports equipments on 31-3-2018 were valued at ₹ 2,04,000 and postage stamps on hand ₹ 400.

Prepare :

1) Income and Expenditure Account.
2) Balance Sheet as on 31-3-2018.

Q. No. 4. (b) From the following information prepare Receipts and Payments Account of friends club, Delhi for the year ending March 31, 2019. Marks : 6

Cash on 1-4-2018	– ₹ 440
Subscriptions	– ₹ 3,760
Donations	– ₹ 800
Entrance fees	– ₹ 430
Rent realised from club hall	– ₹ 525
Salaries and wages	– ₹ 2,150
Honorarium to secretary	– ₹ 250
Printing and stationery	– ₹ 35
Interest received on investment	– ₹ 295

OR

Q. No. 4. (b) State features of Non-Trading concerns. Marks : 6

UNIT – V

Q. No. 5. (a) State the major applications of computers in Accounting. Marks : 10

OR

Q. No. 5. (a) Explain the difference between manual accounting and computerised accounting. Marks : 10

Q. No. 5. (b) Explain the factors to be considered while selecting a particular type of accounting software. Marks : 6

OR

Q. No. 5. (b) Explain any 6 features of computerised accounting. Marks : 6

6004/7004

I Semester 5 Year B.B.A., LL.B./B.Com. LL.B. (Even Sem.) Examination, August/September 2024

FINANCIAL ACCOUNTING

Duration : 3 Hours Max. Marks : 80

Instructions : 1. Answer all five Units.

2. Question (a) carries 10 marks and (b) carries 6 marks each.

3. Answers should be written in English completely.

4. Figures to right indicate marks.

5. Use simple calculator.

UNIT – I

Q. No. 1. a) Define Accounting. Explain the functions of Accounting. Marks : 10

OR

Q. No. 1. a) What is double entry system of book-keeping ? Explain the merits and demerits of double entry system of book-keeping. Marks : 10

Q. No. 1. b) Write a note on accounting cycle. Marks : 6

OR

Q. No. 1. b) Explain any 2 accounting concept. Marks : 6

UNIT – II

Q. No. 2. a) Journalise the following transactions 2023. Marks : 10

Jan. 1	Commenced business with cash ₹ 10,000
Jan. 3	Deposited into bank ₹ 5,000
Jan. 5	Purchased goods for cash ₹ 3,000
Jan. 7	Withdrew from Bank ₹ 4,500

P.T.O.

Jan. 8	Purchased goods from A on credit ₹ 2,500
Jan. 10	Paid salaries ₹ 1,000
Jan. 11	Cash withdrawn from the business for personal use ₹ 300
Jan. 13	Sold goods to Mr. B on credit ₹ 4,500
Jan. 14	Received commission ₹ 200
Jan. 28	Paid rent ₹ 1,000.

OR

Q. No. 2. a) Show how the following transactions would be recorded in a three column Cash Book. Marks : 10

2010

Mar. 1	Cash in hand ₹ 200 and at Bank ₹ 8,000
Mar. 2	Received for cash sales ₹ 2,000
Mar. 4	Paid for cash purchases ₹ 1,600
Mar. 6	Paid Das and Co. by cheque ₹ 800 in full settlement of ₹ 850
Mar. 8	Received cheque from Keshav ₹ 670 in full settlement of ₹ 700
Mar. 9	Paid into Bank the above cheque
Mar. 12	Purchased office furniture for cash ₹ 500
Mar. 14	Drew a cheque for office use ₹ 900
Mar. 15	Paid cash for advertisement ₹ 200
Mar. 31	Drew a cheque for personal use ₹ 600

Q. No. 2. b) What is ledger ? Explain features of Ledger. Marks : 6

OR

Q. No. 2. b) What is Trial Balance ? Show the format of Trial Balance with 12 imaginary figures. Marks : 6

UNIT – III

Q. No. 3. a) From the following Trial Balance of a trader, prepare trading and Profit and loss account for the year ended 31-12-2007 and balance sheet as on that date. Marks : 10

	₹	₹
Capital	–	20,000
Drawings	1,700	–
Machinery	12,000	–
Scooter	2,600	–
Debtors and creditors	3,600	2,600
Purchases and sales	2,000	4,200
Wages	800	–
Cash	2,600	–
Salaries	800	–
Repairs	190	–
Stock as on 1-1-2007	1,600	–
Rent	450	–
Manufacturing expenses	150	–
Bills payable	–	2,350
Bad debts	500	–
Carriage	160	–
	29,150	**29,150**

Adjustments :

a) Closing stock as on 31-12-2007 ₹ 1,600.

b) Depreciate machinery by 10% and scooter by 15%.

c) ₹ 150 are due for wages.

d) Paid rent ₹ 50 in advance.

OR

Q. No. 3. a) From the following Trial Balance and the adjustments given below. Prepare the final accounts of Mr. Sunil. Marks : 10

Trial Balance as at 31-12-2010

S.No.	Name of the accounts	Dr. ₹	Cr. ₹
1	Capital	–	56,000
2	Drawings	6,000	–
3	Purchases	30,000	–
4	Sales	–	65,000
5	Stock on 1-1-2010	24,000	–
6	Machinery	16,000	–
7	Buildings	40,000	–
8	Wages	4,000	–
9	Cash	2,000	–
10	Cash at Bank	4,600	–
11	B/R	7,000	–
12	Debtors	17,000	–
13	B/P	–	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
	Total	**1,60,000**	**1,60,000**

Adjustments :

1) Closing stock ₹ 20,000.

2) Depreciate Building by 5% p.a.

Q. No. 3. b) Discuss the need for preparing the financial statements of a business entity. Marks : 6

OR

Q. No. 3. b) From the following particulars, prepare Balance sheet as on 31-12-2010. Marks : 6

	₹		₹
Capital	55,000	Drawings	15,000
B/R	8,000	B/P	10,000
Sundry creditors	20,000	Sundry Debtors	14,000
Plant and Machinery	12,000	Furniture	6,000
Investments	4,000	Land	50,000
Cash in hand	1,000	Cash at Bank	3,000
Net profit	30,000	Closing stock	2,000

UNIT – IV

Q. No. 4. a) Receipts and Payments a/c for the year ended 31-12-2022 was as follows : Marks : 10

Receipts	₹	Payments	₹
To Endowment fund receipts	20,000	By Tournament expenses	7,600
To Donations	40,000	By Furniture	12,800
To Tournament fund	10,000	By Sports equipment	25,400
To Life membership fees	6,000	By Function expenses :	
To Entrance fees	600	a) Honorarium	14,000
To Fees for function	24,000	b) Others	4,000

To Subscriptions	6,000	By Printing	1,000
		By Rent	2,400
		By Salaries	7,200
		By Postage	300
		By FD in Bank	30,000
		By Cash Balance	1,900
	1,06,600		**1,06,600**

Adjustments :

1) Expenses outstanding : Salaries ₹ 2,400, Printing ₹ 1,000.
2) Subscriptions due for 2022 ₹ 4,000.
3) Sports equipment on 31-12-2022 were valued at ₹ 20,400 and Postage stamps on hand 40.
4) Entrance fees and life membership fees are to be capitalised.

Prepare Income and Expenditure a/c and Balance sheet as on 31-12-2022.

OR

Q. No. 4. a) Explain difference between Receipts and Payments A/c and Income and expenditure A/c. Marks : 10

Q. No. 4. b) Short note : Marks : 6

a) Life membership fees.
b) Legacies.
c) Honorarium.

OR

Q. No. 4. b) Classify the following into Capital and Revenue expenditure. Marks : 6

a) Wages paid to workers for installation of machinery.
b) X-ray plant purchased by a Hospital.
c) Repair charges.
d) Subscription to Newspaper.
e) Amount of loan taken from bank.
f) Installation expenses of machinery.

UNIT – V

Q. No. 5. a) Explain 5 advantages and disadvantages of computerised accounting system. Marks : 10

OR

Q. No. 5. a) Distinguish between manual and computerised accounting system. Marks : 10

Q. No. 5. b) Explain the features of computerised accounting system. Marks : 6

OR

Q. No. 5. b) Write a short note on customised accounting software. Marks : 6

6004/7004

First Semester 5 Yr. B.B.A. LL.B./B.Com. LL.B.
Examination, January/February 2025 (Odd Sem.)
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. Figures to the right indicate marks.

4. Answer should be written in English Only.

5. Use simple calculator Only.

UNIT – I

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

OR

Q. No. 1. a) Discuss the advantages and limitations of Accounting. Marks : 10

Q. No. 1. b) Explain in brief about Marks : 6

i) Money Measurement Concept

ii) Dual aspect concept

iii) Matching concept.

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 Mr. Harishankar Marks : 10

2024

Jan. 1 Commenced business with cash ₹ 2,00,000 and Bank loan ₹ 50,000

Jan. 4 Goods Purchased from Srinivas for ₹ 20,000

P.T.O.

Jan. 8 Cash sales ₹ 15,000

Jan. 11 Cash deposited into Bank ₹ 8,000

Jan. 12 Cheque given to Srinivas for ₹ 5,000

Jan. 18 Goods sold to Ameer for ₹ 20,000

Jan. 22 Cheque received from Ameer and deposited immediately into bank for ₹ 19,500 in full settlement

Jan. 23 Paid salary to Accountant for ₹ 800

Jan. 28 Paid Interest on loan ₹ 5,000

OR

Q. No. 2. a) Enter the following transactions in three column cash book — Marks : 10

2023

Nov. 1	Cash in hand	₹ 28,000
	Bank overdraft	₹ 12,000
Nov. 3	Goods sold to Lakshmi for	₹ 30,000
Nov. 5	Cash purchases	₹ 10,000
Nov. 7	Received cheque from Lakshmi for	₹ 20,000
Nov. 10	Drew cash of ₹ 500 for personal use	
Nov. 18	Lakshmi's cheque deposited into bank	
Nov. 22	Paid rent by cheque	₹ 1,000
Nov. 24	Commission received for	₹ 4,000

Q. No. 2. b) State the objectives of subsidiary books. — Marks : 6

OR

Q. No. 2. b) From the following ledger balances, prepare trial balance of Mr. Gokul as at 31/03/2022 — Marks : 6

Drawings A/c	₹ 20,000
Purchases A/c	₹ 1,00,000

Sales A/c	₹ 2,21,000
Opening stock A/c	₹ 22,000
Sales returns A/c	₹ 500
Salaries and wages A/c	₹ 30,000
Bad debt A/c	₹ 5,000
Loss by theft A/c	₹ 500
Land and Building A/c	₹ 2,80,000
Capital A/c	₹ 2,00,000
Creditors A/c	₹ 40,000
Carriage outwards A/c	₹ 3,000

UNIT – III

Q. No. 3. a) Prepare final accounts of Mr. Raj as at 31/03/2023 from the following trial balance. Marks : 10

Particulars	**Amount (₹)**
Drawings	20,000
Capital	1,70,000
Purchase	80,000
Sales	1,10,000
Wages	12,000
Salary	22,000
Advertisement	9,000
Travelling expenses	11,500
Bad debt	500
Debtors	17,000
Creditors	22,600
Bills Receivable	9,000
Bills payable	5,000

Return inwards	700
Commission received	3,600
Rent, Rates and Taxes	9,500
Investment	20,000
Land	70,000
Machinery	30,000

Adjustments :

1) Stock as on 31/03/2023 ₹ 12,000
2) Wages due ₹ 300
3) Write off ₹ 800 as bad debt and create 10% provision for doubtful debt.
4) Commission received in advance ₹ 1,000.

OR

Q. No. 3. a) Prepare final accounts of Mr. Devraj for the year ended 31/03/2021 from the following trial balance. Marks : 10

Particulars	Debit (₹)	Credit (₹)
Debtors and Creditors	20,000	22,000
Capital		1,44,000
Purchase and sales	99,000	1,05,000
Returns	2,000	1,000
Wages	10,000	
Office expenses	12,000	
Postage and stamps	2,000	
Printing and stationery	3,000	
Bad debt	2,000	
Plant and Machinery	40,000	
Cash in hand	10,000	

Stock	22,000	
Furniture and fittings	70,000	
Bank loan		20,000
	2,92,000	**2,92,000**

Adjustments :

1) Stock as on 31/03/2021 ₹ 12,000
2) Depreciate furniture at 10%
3) Provide bad and doubtful debts at 10% p.a.
4) Wages due ₹ 500
5) Interest on Bank loan payable ₹ 1,000

Q. No. 3. b) State the advantages and dis-advantages of final accounts. Marks : 6

OR

Q. No. 3. b) Prepare a balance sheet showing atleast six items with imaginary figures. Marks : 6

UNIT – IV

Q. No. 4. a) From the following particulars of Bangalore club, prepare income and expenditure A/c for the year ending 31/12/94 and the balance sheet as on the date. Marks : 10

Balance Sheet as on 31/12/93

Liabilities	₹	**Assets**	₹
Capital fund	61,000	Land and Building	64,000
Subscriptions received in advance	1,000	Outstanding subscription	1,600
		Rent receivable	400
Outstanding sundry expense	4,000	Furniture	12,000
		Cash	8,000
Bank loan	20,000		
	86,000		**86,000**

Receipts and Payments A/c for the year ended 31/12/1994

Receipts	₹	Payments	₹
To Balance b/d	8,000	By Sundry expense	
To Subscriptions			
1993	1,600	1993	4,000
1994	17,600	1994	6,000
1995	2,800	By Staff salary	4,400
To Entrance fee	400	By Subscription	
To Rent	4,000	to news paper	2,000
To Sale of old		By Refreshment	
news paper	4,000	expense	4,000
To Receipts from		By Investment	10,000
refreshments	6,000	By Bank loan	8,000
		By Balance c/d	6,000
	44,400		**44,400**

Adjustments :

1) Outstanding subscriptions ₹ 1,000
2) Staff salary outstanding ₹ 400
3) Depreciate building by 10%
4) 50% of entrance fees capitalised
5) Interest on bank loan accrued but not paid ₹ 2,400.

OR

Q. No. 4. a) What is Non Profit organisation ? Explain the final accounts of Non-profit organisation with the format. Marks : 10

Q. No. 4. b) Explain the objectives of Non profit organisations. Marks : 6

OR

Q. No. 4. b) Distinguish between capital expenditure and revenue expenditure with examples. Marks : 6

UNIT – V

Q. No. 5. a) What is computerised accounting ? Distinguish between Manual accounting and computerised accounting. Marks : 10

OR

Q. No. 5. a) State the merits and demerits of computerised accounting. Marks : 10

Q. No. 5. b) State any six factors to be considered before implementation of computerised accounting. Marks : 6

OR

Q. No. 5. b) Write a short note on Tally accounting softwares. Marks : 6

6004/7004

First Semester 5 Year B.B.A. LL.B. /B.Com. LL.B.
Examination, June/July 2025 (Even Sem.)
FINANCIAL ACCOUNTING

Duration : 3 Hours | Max. Marks : 80

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

UNIT – I

Q. No. 1. (a) Define accounting. Explain concepts of accounting. Marks : 10

OR

Q. No. 1. (a) What is book keeping ? How does it differs from accounting ? Marks : 10

Q. No. 1. (b) Write a short note on accounting standard. Marks : 6

OR

Q. No. 1. (b) Write a short note on limitations of accounting. Marks : 6

UNIT – II

Q. No. 2. (a) Journalise the following transactions for the month of Dec. 2022. Marks : 10

Dec. 1 Ajit started business with cash Rs. 40,000
3 He paid into the Bank Rs. 20,000
5 He purchased goods for cash Rs. 15,000
8 He sold goods for cash Rs. 6,000
10 He purchased furniture and paid by cheque Rs. 5,000
12 He sold goods to Arvind Rs. 4,000
15 He purchased goods from Hari Rs. 10,000
16 He returned goods to Hari Rs. 5,000
18 He received from Arvind Rs. 3,960 in full settlement
20 Cash paid to Hari in full settlement Rs. 4,900
28 Paid rent Rs. 1,500 and salaries Rs. 2,000.

OR

Q. No. 2. (a) Record the following transactions in the three columnar cash book. Marks : 10

2022 Jan. 1 Balances : Cash Rs. 5,000; Bank Rs. 12,000
5 Deposited Rs. 8,000 in the bank
8 Received from Raaga Rs. 890; allowed discount Rs. 5

12 Paid to Ganesh Rs. 1,200 who allowed discount of Rs. 100
15 Bought goods for cash Rs. 700
17 Sold goods for cash Rs. 1,000
18 Purchased furniture by cheque Rs. 1,500
22 Paid commission Rs. 150 by cheque
27 Withdrew for personal use Rs. 300
31 Paid manager's salary Rs. 350 and rent Rs. 200.

Q. No. 2. (b) Write a short note on preparing a Trial Balance. Marks : 6

OR

Q. No. 2. (b) Record the following transactions in appropriate subsidiary books. Marks : 6

2022 Mar.1 Purchased from Hari and Co. on credit
30 pens @ Rs. 10
20 Pencil box @ Rs. 20

Mar. 4 Sold to Kumar and Co.
10 pens @ Rs. 20
16 Pencil box @ Rs. 30

Mar. 6 Purchased from Arun and Co. on credit
30 Eraser @ Rs. 20 less 10% trade discount

Mar. 10 Sold goods to Gopal and Co.
10 ballpoint pens @ Rs. 50 less 10% trade discount

Mar. 15 Stationery worth Rs. 600 returned to ABC and Co.

UNIT – III

Q. No. 3. (a) The following balances were extracted from the books of A and Co. on 31st March 2022. Marks : 10

Particulars	Dr. (Rs.)	Cr. (Rs.)
Capital		80,000
Drawings	10,000	
General expenses	5,240	
Building	52,000	
Machinery	38,000	
Stock	22,400	
Coal and power	5,400	
Taxes and insurance	2,600	
Wages	14,400	
Sundry debtors	12,400	
Sundry creditors		15,000
Discount	1,000	1,200
10% loan		15,000
Sales		1,60,800
Purchases	94,000	
Furniture	23,000	
Bills payable		10,500
Commission		2,400
Salaries	13,600	
Cash in hand	460	
Bank overdraft		9,600
	2,94,500	**2,94,500**

Prepare the final accounts for the year ended 31st Mar. 2022 after giving effect to the following adjustments.

(1) Stock on 31st Mar. was valued at Rs. 54,000

(2) Outstanding salaries Rs. 1,400

(3) Unexpired insurance Rs. 100

(4) Write off Rs. 400 as Bad debts and maintain the provision for the bad debts at 5% on debtors

(5) Depreciate building by 5%, machinery by 5% and furniture by 10%.

OR

Q. No. 3. (a) Prepare the Trading and Profit and Loss account and Balance Sheet as on 31st Dec. 2022 after making the following adjustments : Marks : 10

(1) Stock on 31st Dec. 2022 was valued at Rs. 22,400.

(2) Depreciate motor truck by 20% and furniture by 5%.

(3) Maintain provision for doubtful debts at 5% on debtors.

(4) Outstanding salaries Rs. 1,000.

Trial Balance

Particulars	**Dr. (Rs.)**	**Cr. (Rs.)**
Capital		1,00,000
Creditors		29,500
Bills payable		7,300
Sales		1,82,600
Salaries	19,600	
Cash at bank	16,500	
Cash in hand	1,700	
Purchases	1,22,200	
Interest		1,700
Motor truck	62,000	
Furniture	24,000	
Debtors	33,000	
Opening stock	14,500	
Bills receivable	5,600	
Carriage inwards	1,500	
Carriage outwards	900	
General expenses	5,600	
Insurance	800	
Bad debts	900	
Travelling expenses	600	
Discount	1,200	
Sales returns	500	
Investments	10,000	
	3,21,100	**3,21,100**

Q. No. 3. (b) Difference between Profit and Loss a/c and Balance Sheet. Marks : 6

OR

Q. No. 3. (b) Write a short note on Trading account. Marks : 6

UNIT – IV

Q. No. 4. (a) Distinguish between Receipts and Payments A/c and Income and Expenditure A/c. Marks : 10

OR

Q. No. 4. (a) From the following receipts and payments and information given below, prepare income and expenditure account and Balance Sheet of literacy organisation as on 31st Dec. 2022. Marks : 10

Receipts and payments a/c for the year ending 31st Dec. 2022

Receipts	Rs.	Payments	Rs.
Balance b/d :		General expenses	3,200
Cash in hand	4,000	News paper	1,850
Cash at bank	15,550	Electricity	3,000
Subscription 2021	1,200	Fixed deposit with	
2022	26,500	bank @ 10% p.a.	18,000
2023	500	(On 31-06-2022)	
Sale of old newspapers	1,250	Books	7,000
Govt. grant	12,000	Salary	3,600
Sale of old furniture	3,700	Rent	6,500
(Book value Rs. 5,000)		Postage charges	300
Interest received on FD	450	Furniture (Purchased)	10,500
		Balance c/d :	
		Cash on hand	3,000
		Cash at Bank	8,200
	65,150		**65,150**

Information :

(1) Subscription outstanding as on 31st Dec. 2021 Rs. 2,000 and on 31st Dec. 2022 Rs. 1,500.

(2) On 31st Dec. 2022 salary outstanding Rs. 600 and one month rent paid in advance.

(3) On 1st Jan. 2021 organisation owned furniture Rs. 12,000, books Rs. 5,000.

Q. No. 4. (b) Write a short note on capital fund. How it is calculated ? Marks : 6

OR

Q. No. 4. (b) Show the treatment of the following items by non-profit organisation. Marks : 6

(1) Annual subscription

(2) Sale of sport materials

(3) Specific donation

(4) Sale of fixed assets

UNIT – V

Q. No. 5. (a) "Computerised accounting systems are best form of accounting system". Do you agree ? Comment. Marks : 10

OR

Q. No. 5. (a) Define a computerised accounting system. Distinguish between a manual and computerised accounting system. Marks : 10

Q. No. 5. (b) Write a short note on limitations of computerised accounting systems. Marks : 6

OR

Q. No. 5. (b) Write short note on customised accounting software. Marks : 6