



Reg No :

Name :

BBA DEGREE (CBCS) EXAMINATION, DECEMBER 2018

First Semester

Bachelor of Business Administration

Core Course - BA1CRT02 - BUSINESS ACCOUNTING

2017 Admission (Reappearance)

16B03131

Maximum Marks: 80

Time: 3 Hours

Part A

Answer any ten questions.

Each question carries 2 marks.

1. What is financial accounting ?
2. What is double entry system ?
3. Give examples for representative personal account?
4. What is simple petty cash book?
5. What is pass book?
6. Explain the straight line method of charging depreciation
7. What is secret reserve?
8. Explain the term Creditor
9. How will you treat interest on drawings?
10. Define Bills of Exchange.
11. What do you mean by bill sent for collection
12. What is meant by dishonour of bill by non payment ?

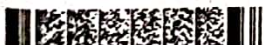
(10×2=20)

Part B

Answer any six questions.

Each question carries 5 marks.

13. Explain the various functions of accounting.
14. Explain accounting conventions ?
15. Mr X. had the following transactions :
 - a. Commenced business with cash Rs. 40,000/-
 - b. Brought furniture on credit Rs. 3,000/-
 - c. Purchased goods for cash Rs. 15,000/- and on credit Rs. 25,000/-
 - d. Sold good costing Rs. 25,000/- for cash Rs. 35,000/-



- e. Brought refrigerator for personal use Rs. 4,000/-
 f. Rent paid Rs. 600/-
 g. Purchased building for cash Rs. 18,500/-
 h. Rent outstanding Rs. 200/-
 Use accounting equation to show their effect on his asset ,liabilities and capital

16. Journalise the following transactions and draw ledger accounts

- March 5 Sold goods for cash to Mugesh Rs. 7,000
 7 Withdrew cash from bank for business use Rs. 7,500
 10 Returned goods from Mugesh Rs. 1,250
 16 Commission received Rs. 250
 20 Rent paid Rs. 4,500

17. What do you meant by Bank reconciliation statement. Explain its need.

18. What are the objectives for providing depreciation?

19. What is cost of goods sold? How can calculate it?

20. Define promissory note. What are the features of a Promissory note ?

21. On 2nd July 2018, Reghu sold goods worth Rs.7,250 to Sanjay and drew a bill for 2 months.On getting the bill accepted Reghu endorsed it to Tom, his creditor.The bill is met on due date. Give journal entries in the book of Reghu, Sanjay& Tom.

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Enter the following transactions in a single column cash book

2017		Rs
6-Jan	Paid cash to Madhu	1500
9	Received commission	350
13	sold goods for cash	4000
15	Received a cheque from Sumesh	1000
17	Withdraw cash from bank for office use	2000
17	Cheque received from Sumesh was deposited into bank	1000
19	Rent paid by cheque	750
21	Mohan, a customer paid directly into the bank account	1700
24	Withdrew cash for personal use	1000
27	Received cash on sales	3500



31	Paid salary	900
31	Drew a cheque for personal use	800

23. Enter the following transactions in the double column cash book of Renjith


2017		RS
1-Jan	Renjith commenced business with	5000
3	Deposited into bank	10000
5	Purchased goods for cash	5000
8	Cash sales	20000
12	Purchased machinery for cash	25000
14	Withdrew cash for personal use	2000
15	Withdrew cash from bank	5000
20	Received cheque from Mr.Manu	10000
22	Salaries paid through cheque	8000
23	Paid wages	5000
28	Bank charges	1000
30	Bank interest received	500

24. Define depreciation and write its causes. What are the different methods to provide it?
25. From the following balances prepare trading and profit and loss account of Mr. Atma Ram as on 31-12-15

TRIAL BALANCE

	Rs.	Rs.
Wages	15000	
Salaries	21000	
Printing and stationary	2000	
Rent	5000	
Insurance	3000	
Bed debts	2000	
Over draft		7500
Interest		3000
Sales		210000
Purchases	125000	
Reurns inwards	1500	
Returns outwards		2000
Plant	75000	
Machinery	25000	
Bills recievable	6000	
Bills payable		7500
Stock on 1-1-15	60000	
Sundry debtors	15000	





Sundry creditors	10000	
Loan from bank	23000	
Establishment expense	2500	
Carriage inwards	3000	
Carriage outwards	2000	
Capital	100000	
Total	363000	363000

Additional Information:

1. Insurance prepaid accounted to Rs.500.
2. Rent outstanding is Rs. 1000.
3. Closing stock is valued at Rs. 35000.
4. Depreciation on plant Rs. 5000 and on machinery Rs.2000 is to be charged.

(2×15=30)