

(FOR THE CANDIDATES ADMITTED
DURING THE ACADEMIC YEAR 2022 ONLY)

22UBM204

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI
END-OF-SEMESTER EXAMINATIONS : MAY-2023
COURSE NAME: B.B.A **MAXIMUM MARKS: 50**
SEMESTER: II **TIME : 3 HOURS**

PART - III

FINANCIAL ACCOUNTING

SECTION – A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

MULTIPLE CHOICE QUESTIONS. (K1)

1. The process of recording financial data up to trail balance is _____.
(a) Book Keeping (b) Classifying (c) Summarizing (d) Analysing.
2. Cash purchases are entered in _____.
(a) Purchase book (b) Sales book (c) Cash book (d) Journal proper
3. Account which shows Gross Profit or Gross Loss of the business is called _____.
(a) Profit and Loss Account (b) Balance sheet (c) Trial Balance (d) Trading Account.
4. Under which depreciation method the amount of depreciation expenses remains same throughout the useful life of a fixed asset _____.
(a) Straight line method (b) Reducing balance method
(c) number of units produced method (d) machine hours method.
5. Single Entry System is converted into double entry system by _____.
(a) Profit and Loss method (b) Statement of affairs method
(c) Conversion method (d) Trading method

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES. (K2)

6. What do you mean by Accounting Concepts?
7. What is Sales Book?
8. What is Balance Sheet?
9. What is Depreciation?
10. What is Single Entry System?

SECTION – B (5 X 3 = 15 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. K3

11. a) Explain the objectives of Accounting.

(OR)

- b) Give Journal entries for the following transactions:

2017 June 1 Kumar started business with cash Rs.10,000

2 Paid salary for the staff Rs.500

5 Purchases from Ganesan Rs.2,500

15 Sold goods to Krishna for cash Rs.5,000.

(CONTD.....2)

12. a) Record the following transactions for the month of January 2020 in the purchases book of M/s Hrishi Electronics.

Jan 4 Purchased from M/s Brown Electronics:
 20 Black & White TVs @ Rs.5,200 per piece.
 10 Colour TVs @ Rs.12,000 per piece.
 Trade Discount on all items @ 12%.

Jan 10 Purchased from M/s Mani Electronics:
 12 Video tapes @ Rs.600 per piece.
 8 Philips tape recorders @ Rs.2,500 per piece

Jan 19 Purchased from M/s Sehgal Electronics:
 10 LG Stereos @ Rs.3,500 per piece
 8 LG Colour TVs @ Rs.25,000 per piece.
 Trade Discount @ 15%

Jan 24 Purchased from M/s Gupta Electronics:
 200 Audio Cassettes @Rs.25 per piece.
 30 Equity toasters @Rs.500 per piece.

(OR)

12. b) Explain the benefits of Subsidiary book system.

13. a) Prepare Trading A/c and find out Gross Profit from the following:

Particulars	Rs.
Opening Stock	40,000
Closing Stock	65,000
Carriage inwards	5,000
Purchases	2,00,000
Sales	1,50,000
Wages	18,000
Advertisement	7,000

(OR)

- 13.b) From the following information, prepare profit and loss account for the year ending 31.3.2017.

Particulars	Amount Rs.
Gross profit b/d	1,00,000
Salaries	20,000
Rent Paid	12,000
Postage	5,000
Advertisement	5,000
Bad Debts	500
Commission received	5,000
Carriage outwards	3,000

(CONTD.....3)

- 14.a) Calculate depreciation by using straight line method from the following.

Original cost of the asset = Rs.10,000

Estimated life of the asset = 10 years

Scrap value at the end of 10th year = Rs.1,000.

(OR)

- b) Discuss the causes of depreciation.

- 15.a) From the following, calculate opening capital.

Cash in hand Rs.150

Bank Balance Rs.750

Furniture Rs.100

Stock Rs.500

Creditors Rs.350

Debtors Rs.250.

(OR)

- b) Discuss the characteristics of single entry system.

SECTION – C

(5 X 5= 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K4 (Or) K5)

16. a) Explain in detail about various Accounting Concepts.

(OR)

- b) Prepare a Trail Balance from the following details:

Particulars	Rs.	Particulars	Rs.
Capital	16,800	Opening Stock	21,000
Drawings	5,000	Purchases	36,000
Sales	72,000	Purchase returns	2,000
Sales Returns	3,000	Debtors	4,500
Creditors	2,500	Furniture	900
Bills Receivable	2,300	Bills Payable	4,200
Wages	1,200	Advertisement	600
Discount Allowed	100	Commission Received	600
Machinery	20,000	Cash	3,500

17. a) Enter the following transactions in a simple cash book of Mr.Karthik.

2017

Rs.

April 1	Commenced business with cash	24,000
5	Bought goods for cash	6,000
10	Goods sold for cash	11,200
13	Paid into bank	2,500
14	Sold goods to Ganesan on credit	9,000
15	Bought goods from Mohan on credit	13,600
20	Purchased furniture	9,600
21	Purchased stationery	160
23	Received cheque from Ganesan	9,000
25	Paid Mohan	13,600
26	Received Commission	740
27	Paid Telephone charges	300
30	Drawn from bank	3,800

(OR)

(CONTD.....4)

17 b) Prepare purchase returns book and sales returns book from the following data.

2020 August 1	Purchased goods returned to Senthil Rs.205
3	Received goods returned by Natarajan Rs.300
5	Goods returned to Kannan Rs. 500
7	Sales returns of Rs.1,260 by Mathavan
15	Returned defective goods to Rajan Rs.1,280
18	Damaged goods returned by Murali Rs.1,120
23	Outward returns to Kanagasabai Rs. 275
29	Inward returns by Swaminathan Rs.750
30	Returned inferior goods to Sankar Rs.890
31	Selvan returned goods to us Rs.1,330.

18. a) Prepare Trading and profit and loss a/c and Balance sheet from the following information.

Particulars	Dr.(Rs.)	Particulars	Cr.(Rs.)
Opening stock	5,000	Capital	25,000
Machinery	25,000	Purchase returns	3,000
Purchases	50,000	Bills payable	10,000
Sales returns	3,000	Sales	1,50,000
Wages	12,000	Sundry creditors	6,000
Salaries	4,000	Provision for discount on debtors	1,000
Office rent	10,000		
Insurance	5,000		
Sundry debtors	20,000		
Cash	55,000		
Bank balance	6,000		
	1,95,000		1,95,000

Adjustments:

- (i) closing stock at the year end was Rs.30,000
- (ii) Create 4% provision for discount on debtors.

(OR)

b) Prepare Trading and profit and loss a/c and Balance sheet from the following information.

Particulars	Dr.(Rs.)	Particulars	Cr.(Rs.)
Opening stock	6,200	Sales	82,920
Buildings	34,000	Capital	24,000
Furniture	2,000	Bank loan	6,000
Purchases	42,400	Sundry Creditors	9,840
Salaries	4,400	Return outwards	840
Rent	1,200	Interest	260
Miscellaneous Expenses	1,000	Dividend	220
Postage	560		
Stationery	520		
Wages	10,400		
Freight on purchases	1,120		
Carriage on Sales	1,600		
Repairs	1,800		
Sundry Debtors	12,000		
Bad Debts	240		
Cash in hand	2,600		
Return inwards	2,040		
	1,24,080		1,24,080

Adjustment:

The value of stock on 31.12.2020 was estimated at Rs.5,960.

(CONTD.....5)

19. a) A machinery was purchased for Rs.1,50,000 on 1.1.2014. it was decided to depreciate it at 10% p.a. under straight line method. Prepare the machinery account for three years ending 31st December 2016.

(OR)

- b) Explain the methods of measuring depreciation.

- 20.a) Calculate the missing figure.

Particulars	Rs.
Capital at the end	18,000
Capital introduced during the year	3,000
Drawings	4,000
Loss	1,000
Capital in the beginning	?

(OR)

- b) Explain the limitations of Single Entry System.
