

H

Roll No.

BBA-104

B. B. A. (FIRST SEMESTER)

MID SEMESTER

EXAMINATION, Jan., 2023

FINANCIAL ACCOUNTING

Time : 1½ Hours

Maximum Marks : 50

Note : (i) Answer all the questions by choosing any *one* of the sub-questions.

(ii) Each sub-question carries 10 marks.

1. (a) Discuss in brief the nature and limitations of Financial Accounting. (CO1)

OR

- (b) Define Bank Reconciliation Statement and also mention the reasons that cause the difference in bank reconciliation statement. (CO1)

P. T. O.

(2)

BBA-104

2. (a) Explain the various accounting concepts and conventions. (CO2)

OR

- (b) Distinguish between straight line method and diminishing balance method of depreciation. (CO2)

3. (a) Explain the objectives of preparing trial balance. (CO3)

OR

- (b) On 1st April, 2020, a limited company purchased a Machine for ₹ 1,90,000 and spent ₹ 10,000 on its installation. At the date of purchase, it was estimated that the scrap value of the machine would be ₹ 50,000 at the end of the sixth year. Give Machine account and depreciation account in the books of the company for four years after providing depreciation by Fixed Installement Method. The books are closed on 31st March every year. (CO3)

(3)

BBA-104

4. (a) Journalise the following transactions to M/s Time Zone accounts : (CO4)

December, 2021	Particulars	Amount
1	Business Started with cash	1,20,000
2	Opened a bank account with ICICI	4,00,000
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	10,000
16	Goods returned from Lara India	3,000
18	Paid trade expenses	700
19	Goods purchased on credit from Tarannum	32,000

P. T. O.

(4)

BBA-104

20	Cheque received from M/s Lara India for final settlement and deposited same day into bank	11,500
22	Goods returned to Tarannum	1,500
24	Paid for stationery	1,200
26	Cheque given to Tarannum 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 Rupak Traders on credit	11,000

OR

- (b) Elaborate in detail the objectives of providing depreciation and also mention the causes of depreciation. (CO4)

(5)

BBA-104

5. (a) "Accounting regarded as an aid to Management." Comment. (CO5)

OR

- (b) Prepare three column cash book from the following transactions : (CO5)

Jan. 01 Opening Balance: Cash ₹ 3,000 and Bank ₹ 4,000

Jan. 04 Rent paid by cheque ₹ 2,000

Jan. 06 Received on account of cash sales ₹ 3,000

Jan. 08 Paid to Mehta Bros. by cheque ₹ 2,000 and earned ₹ 200 as cash discount

Jan. 10 Received from Suresh by cheque ₹ 2,000 and allowed him ₹ 100 as cash discount

Jan. 12 Cash Sales ₹ 20,000

Jan. 20 Cash Purchases ₹ 15,000

Jan. 31 Salaries paid ₹ 5,000

BBA-104

70