



**I Semester B.B.A. Examination, January 2025**  
**(SEP – 2024-25)**  
**AVIATION MANAGEMENT**  
**BBAV1.1 : Fundamentals of Accounting**

Time : 3 Hours

Max. Marks : 80

**Instruction : Answers should be written in English.**

**SECTION – A**

1. Answer **any seven** questions. **Each** question carries **2** marks. **(7×2=14)**

- a) Give the meaning of Accounting.
- b) What is Trial Balance ?
- c) What is contra entry ?
- d) What is dual concept ?
- e) What is Bank Reconciliation Statement ?
- f) What is current liability ? Give two example.
- g) State any four accounting concepts.
- h) What is nominal account ? Give two examples.
- i) Write two differences between cash discount and trade discount.
- j) What do you mean by capital ?

**SECTION – B**

Answer **any three** of the following questions. **Each** question carries **8** marks.

**(3×8=24)**

2. Enter the following transactions in the purchase returns book and sales returns book.

2004

- |     |    |  |
|-----|----|--|
| May | 1  | Returned goods to Ramesh Mysore ₹ 2,000    |
| "   | 4  | Returned goods to Rajan, Bangalore ₹ 1,000 |
| "   | 6  | Ajay returned goods us ₹ 5,000             |
| "   | 12 | Returned goods to Mahesh, Hassan ₹ 5,000   |

**P.T.O.**



- " 15 Rajesh, Bangalore returned us goods ₹ 6,000
- " 21 Returned goods to Mahesh, Shimoga ₹ 4,000
- " 25 Goods worth ₹ 1,000 was returned to us by Bhaskar
- " 30 Sampras returned us goods ₹ 2,000

3. Explain briefly the conventions of accounting.
4. Write four objectives and four advantages of accounting.
5. Prepare a Trial Balance from the following ledger account balances as on 31-3-2024.

	₹
Purchases	1,00,000
Sales	1,50,000
Debtors	75,000
Creditors	50,000
Bill Receivables	25,000
Bills Payable	40,000
Salary	15,000
Capital	2,00,000
Machinery	1,50,000
Bank Loan	1,00,000
Buildings	2,00,000
Loans taken from Amar	25,000

6. Enter the following transactions in an petty cash book.

2024

- June 1 Received cash from cashier ₹ 10,000
- " 5 Purchased stationery ₹ 1,500
- " 10 Paid refreshments to customers ₹ 1,200
- " 14 Paid for journals and newspapers ₹ 600
- " 22 Paid for printing bill books ₹ 900
- " 25 Paid courier charges ₹ 400
- " 27 paid for office cleaning ₹ 500
- " 30 Paid for purchase of postal stamps ₹ 400





SECTION – C

Answer **any three** of the following questions. **Each** question carries **14** marks.

(3×14=42)

7. Pass Journal Entries in the books of Sapthagiri Traders.

2024

- Jan. 1 Commenced business with cash ₹ 3,00,000
- " 5 Purchased machinery for ₹ 2,00,000
- " 7 Deposited ₹ 50,000 into bank account
- " 10 Purchased goods from Manjunath ₹ 1,00,000
- " 12 Returned goods to Manjunath ₹ 4,000
- " 14 Sold goods to Ramesh ₹ 80,000
- " 16 Ramesh returned goods worth ₹ 5,000
- " 18 Paid for advertising ₹ 4,000
- " 20 Paid rent ₹ 10,000 and salaries ₹ 20,000
- " 22 Received a cheque of ₹ 40,000 from Ramesh and deposited it into bank
- " 25 Paid Manjunath ₹ 40,000 and received a discount ₹ 1,000
- " 27 Withdrawn from bank for office use ₹ 5,000
- " 28 Withdrawn from bank for personal use ₹ 8,000
- " 29 Deposited into bank ₹ 20,000

8. Prepare the Personal Account of Mr. Arun.

2024

- Feb. 1 Debit balance Mr. Arun ₹ 20,000
- " 2 Sold goods to Arun ₹ 15,000
- " 4 Purchased goods from Mr. Arun ₹ 35,000
- " 5 Mr. Arun returned goods ₹ 2,000
- " 7 Mr. Arun directly deposited into our Bank A/c
- " 9 Sold goods to Mr. Arun ₹ 60,000
- " 12 Returned damaged goods to Mr. Arun
- " 15 Received cash from Mr. Arun ₹ 15,000
- " 17 Paid to Mr. Arun on account ₹ 20,000
- " 20 Returned goods to Mr. Arun ₹ 4,000
- " 25 Cash received ₹ 19,500 and discount received ₹ 500
- " 27 Mr. Arun purchased goods worth ₹ 20,000 from us



9. Enter the following transactions in a three column cash book and balance the same.

2023

Nov. 1	Cash in hand ₹ 20,000 and cash at bank ₹ 20,000
" 4	Purchased furniture for ₹ 5,000 and issued a cheque.
" 6	Purchased goods for cash ₹ 3,000 and paid by cheque ₹ 2,000
" 10	Sold goods for cash
" 12	Deposited ₹ 9,000 into bank
" 15	Received ₹ 9,800 from Kavitha in full settlement of ₹ 10,000
" 16	Paid to Ajay ₹ 4,900 in full settlement of ₹ 5,000
" 21	Withdrew ₹ 5,000 from bank for office use
" 24	Withdrew ₹ 3,000 from bank for personal use
" 25	Paid salaries by cheque ₹ 4,000
" 27	Paid rent ₹ 5,000 and commission ₹ 1,000

10. From the following ledger balances given below, prepare a balance sheet as on 31 March 2024.

	₹
Machinery	30,000
Furniture	20,000
Stock	15,000
Debtors	23,000
Bill Receivables	12,000
Cash	15,000
Interest payable	1,500
Opening capital	40,000
Cash at bank	3,000
Prepaid insurance	1,600
Bills payable	10,600
Creditors	30,000
Bank overdraft	15,000
Outstanding salaries	2,500
Additional capital	11,000
Net profit	25,000
Drawings	15,000

11. Explain briefly the causes for differences between bank balance as per cash book and as per pass book.