



QP – 373

I Semester B.B.A. Examination, March/April 2022
(CBCS) (2020-21 and Onwards) (Repeaters)
AVIATION MANAGEMENT

Paper – 1.4 : Principles of Accounting

Time : 3 Hours

Max. Marks : 70

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

SECTION – A

1. Answer **any 5** sub-questions. **Each** answer carries **2** marks. (5×2=10)
- What do you mean by accounting concepts ?
 - Give the meaning of depreciation.
 - What is meant by Balance Sheet ?
 - What do you mean by Debit Note ?
 - What do you mean by non-trading concern ?
 - What do you mean by error of commission ?
 - What is GAAP ?

SECTION – B

Answer **any 3** questions. **Each** answer carries **6** marks. (3×6=18)

2. Explain the Golden Rules of Accounting.
3. Classify the following into Personal, Real and Nominal Account :
- Prepaid Insurance A/c
 - Bank A/c
 - Saraswathi A/c
 - BCCI A/c
 - Furniture A/c
 - Stationery A/c.

4. Enter the following transactions in simple cash book.

2022

Feb.

- 1st Commenced business with Rs. 70,000
- 5th Paid in to bank Rs. 50,000
- 8th Purchased goods Rs. 8,000 for cash
- 11th Sold goods for cash Rs. 14,000
- 18th Received cash from Manjunath Rs. 1,500
- 23rd Drew for personal use Rs. 5,000
- 25th Paid to Mr. Gajendra Rs. 4,000
- 28th Sent to Sunil money order of Rs. 2,800

5. List the salient features of Receipts and Payments Account.

P.T.O.



- 4 Purchased machinery by cheque Rs. 25,000
10 Purchased furniture by cheque Rs. 5,000
15 Purchased goods paid by cheque Rs. 4,000
18 Withdrawn cash from bank Rs. 500
20 Sold goods Rs. 6,000
22 Deposited in to bank Rs. 10,000
25 Bought goods Rs. 5,000
26 Sold goods and received cheque Rs. 7,500
27 Paid insurance by cheque Rs. 500
28 Paid transport Rs. 250
30 Withdraw for personal use by cheque Rs. 2,500
31 Paid Amitabh by cheque Rs. 5,400 in full settlement of his account Rs. 5,500
31 Received from Subhas a cheque Rs. 7,400 in full settlement of Rs, 7,550.
9. Enter the following transaction in the simple petty cash book
2021
Jan.
1st Received a cheque for Rs. 1,000 to open the book
5th Bought postage stamps Rs. 50
8th Paid for stationery Rs. 18
10th Sent a telegram Rs. 70
12th Paid for cartage Rs. 50
14th Paid tiffin charges for customers Rs. 130
20th Balance due to Bindu paid Rs. 60
25th Paid auto charges Rs. 70
28th Paid coolie Rs. 90
29th Purchased paper clips Rs. 40
31st Paid electricity charges Rs. 80

10. The following trial balance was extracted from the books of Mr. Pradeep as on 31st March 2021.

Particulars	Debit	Credit
Capital accounts	—	1,00,000
Plant and Machinery	78,000	—
Furniture	2,000	—
Sales	—	1,27,000
Purchases	80,000	—
Returns	1,000	750
Opening stock	30,000	—
Discount	425	800



Debtors and creditors	45,000	25,000
Salaries	7,550	—
Wages	10,000	—
Carriage outwards	1,200	—
Rent	10,000	—
Advertisement	2,000	—
Cash	6,900	—
B/P	—	20,525
	2,74,075	2,74,075

Prepare Trading A/c, P and L account for the year ended 31st March 2021 and also the Balance Sheet as on that date after taking into account the following adjustments :

- Closing stock was valued at Rs. 34,220
- Allow interest on capital at 10% p.a.
- Depreciate plant and machinery by 10% and furniture by 6%
- Outstanding salary Rs. 550 and prepaid rent Rs. 1,000.

11. The Receipt and Payment Account of Harimohan Charitable Institution is given :

Receipt and Payment Account for the year ending March 31, 2021

Receipts	Amount Rs.	Payments	Amount Rs.
Balance b/d :		Furniture	3,000
Cash at bank	22,000	Investments	55,000
Cash in hand	8,800	Advance for building	20,000
Donations	32,000	Charities	60,000
Subscriptions	50,200	Salaries	10,400
Endowment fund	60,000	Rent and Taxes	4,000
Legacies	24,000	Printing	1,000
Interest on investment	3,800	Postage	300
Interest on deposits	800	Advertisements	1,100
Sale of old newspapers	500	Insurance	4,800
		Balance c/d :	
		Cash at bank	32,000
		Cash in hand	10,500
	2,02,100		2,02,100

Prepare the Income and Expenditure Account for the year ended on March 31, 2021 after considering the following :

- It was decided to treat fifty per cent of the amount received on account of legacies and donations as income.
- Liabilities to be provided for are :
Rent Rs. 800; Salaries Rs. 1,200; Advertisement Rs. 200.
- Rs. 2,000 due for interest on investment was not actually received.