

I Semester B.B.A. Examination, January 2025
 (SEP 2024 – 25)
BUSINESS ADMINISTRATION
BBA 1.1 : Fundamentals of Accounting

Time : 3 Hours

Max. Marks : 80

Instruction : Answer all the questions in English only.

SECTION – A

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

1. a) What is Accounting ?
- b) State any four objectives of Accounting.
- c) Define a Journal.
- d) State any four subsidiary books.
- e) Give the meaning of money measurement concept.
- f) What is cash discount ?
- g) Pass the journal entries :
 - i) Purchased goods for cash ₹ 50,000
 - ii) Withdrew cash for personal use ₹ 20,000
- h) Give the meaning of narration.
- i) What is depreciation ?
- j) Give the meaning of BRS.

SECTION – B

Answer any three questions. **(3×8=24)**

2. Briefly explain uses of Accounting.
3. From the following information write up a purchase return book of Ms. Lakshmi.

2023

- Feb. 1st Purchased 5 pieces of TV ₹ 16,000 each
 Feb. 5th Sham Electronics returned 2 pieces color TV ₹ 10,000 each
 Feb. 12th Returned to Bush Television Co. Ltd. 4 colour TV ₹ 7,000 each



Feb. 13th Returned to Philips (India) Ltd. 2 pieces of I-POD @ ₹ 3,000 each
 Feb. 14th Returned Balaji Electrical Ltd. 2 pieces of electronic heater
 @ ₹ 300 each
 Feb. 16th Returned to Sony Company Ltd. 3 pieces of DVD @ ₹ 20,000 each

4. Enter the following transactions in a simple petty cash book for the month of April 2023.

April 1 st	Received for petty cash ₹ 3,000
2 nd	Paid for postage ₹ 250
4 th	Paid for telephone charges ₹ 500
8 th	Paid for stationery ₹ 100
10 th	Paid for cleaning charges ₹ 150
12 th	Paid for repairs to chairs ₹ 200
15 th	Paid for cartage ₹ 500
17 th	Paid for refreshment to customers ₹ 1,000

5. From the following information, ascertain Gross Profit.

Stock as on 1-4-2022	₹ 60,000
Sales	₹ 3,00,000
Sales returns	₹ 10,000
Purchase	₹ 2,40,000
Purchase returns	₹ 3,000
Wages	₹ 5,000
Carriage inwards	₹ 1,000
Stock as on 31-3-2023	₹ 75,000

6. From the following particulars prepare a BRS showing the balance as per passbook as on 31st March 2023.

The Bank balance as per passbook ₹ 16,000

- a) Cheque issued but not presented to bank for payment ₹ 4,000
- b) Interest credited in the passbook but not entered in the cash book ₹ 500
- c) Cheque ₹ 5,000 deposited to bank but not credited in the passbook
- d) Bank charges ₹ 500 debited in the passbook but not entered in the cash book
- e) Cheque deposited into bank for collection but dishonoured ₹ 3,000



SECTION – C

Answer any three of the following questions.

(3×14=42)

7. Explain Accounting concepts and conventions.
8. Journalise the following transaction and prepare various ledgers accounts.

2023

1 st March	Commenced business with cash ₹ 5,00,000
2 nd March	Purchased goods for cash ₹ 50,000
4 th March	Sold goods to Charan ₹ 20,000
8 th March	Withdrew cash for personal use ₹ 10,000
11 th March	Bought further capital ₹ 50,000
15 th March	Paid rent ₹ 5,000
18 th March	Received commission from Hari ₹ 3,000
19 th March	Paid salary to Mahesh ₹ 15,000

9. Record the following transaction in the proper subsidiary books.

2023

Feb. 1 st	Bought goods from Mallesh ₹ 40,000
3 rd	Bought goods from Yathish ₹ 30,000
4 th	Sold goods to Munna ₹ 35,000
6 th	Sold goods to Anu ₹ 40,000
8 th	Bought goods from Swathi ₹ 36,000
10 th	Sold goods to Pooja ₹ 45,000
12 th	Return goods to Mallesh ₹ 3,500
15 th	Received goods returned by Munna ₹ 3,000
18 th	Yathish received goods returned ₹ 2,000
10 th	Goods returned by Pooja ₹ 3,000
25 th	Bought a furniture for cash from Naveen ₹ 9,000
26 th	Bought goods for cash ₹ 7,000
29 th	Returned goods to Naveen ₹ 600

10. The cash book of standard company showed a balance of ₹ 41,600 at the Bank. From the following ascertain the balance as per passbook by preparing Bank Reconciliation Statement.

- a) Cheques paid into Bank, but not credited in the passbook ₹ 2,860
- b) Cheques issued but not yet presented for payment of ₹ 2,520



- c) Bank charges debited in the passbook, not yet entered in the cash book ₹ 400
- d) Interest on investments collected by bank not yet entered in the cash book ₹ 800
- e) Interest allowed by bank, not yet entered in the cash book ₹ 600
- f) Banker has wrongly credited ₹ 600 in passbook.
- g) An income of ₹ 600 was directly received by the banker and entry was made in passbook only.
11. From the following Trial Balance extracted from the books of Mr. Prabhakar, prepare Trading and P and L A/c for the year ending 31st March, 2019 and Balance Sheet as on that date.

Particulars	Debit	Credit
	₹	₹
Capital	—	81,000
Drawings	10,000	—
Plant and Machinery	60,000	—
Debtors	40,000	—
Creditors	—	45,000
Purchases and sales	80,000	1,40,000
Returns	4,000	5,000
Wages	15,000	—
Cash-in-hand	1,000	—
Cash-at-bank	6,000	—
Salaries	10,000	—
Repairs	4,000	—
Rent	4,500	—
Stock	20,000	—
Manufacturing expenses	5,000	—
Bills receivables	10,000	—
Bad debts	1,000	—
Provision for bad debts	—	1,500
Carriage	2,000	—
	2,72,500	2,72,500

Adjustments :

- a) Rent paid in advance ₹ 500
- b) Depreciate plant and machinery at 10% p.a.
- c) Allow interest on capital at 5% p.a.
- d) Closing stock was ₹ 30,000.