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Roll No.

BBA-104

B. B. A. (FIRST SEMESTER)

MID SEMESTER

EXAMINATION, Nov., 2022

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) Define Accounting and explain its functions. (CO1)

OR

(b) Define depreciation and also mention the factors contributing for decline in the value of fixed assets. (CO1)

P. T. O.

(2)

BBA-104

2. (a) Explain the importance of Book-keeping and Accountancy. (CO2)

OR

- (b) Explain the following with suitable examples : (CO2)

- (i) Realisation concept
- (ii) Dual Aspect concept
- (iii) Convention of conservation
- (iv) Convention of consistency

3. (a) Elaborate in detail the branches and limitations of accounting. (CO3)

OR

- (b) Distinguish between straight line method and written down method of depreciation. (CO3)

4. (a) Journalise the following transactions, post them into Ledger and prepare Trial Balance : (CO4)

March, 2021	Particulars	Amount
1	Ram commenced business with cash	80,000
2	Purchased goods for cash	50,000
3	Machinery purchased for cash	1,00,000

(3)

BBA-104

4	Purchased goods from Raghu	30,000
4	Purchased goods from Dilip	20,000
6	Returned goods to Raghu	5,000
8	Paid to Raghu in full settlement of his account	24,000
10	Sold goods to Mahesh Chand and Company for ₹ 32,000 at 5% trade discount	-
13	Received cash from Mahesh Chand and Company in a full settlement	30,000
15	Paid cash to Dilip in a full settlement	19,000
20	Sold goods for cash	50,000
24	Sold goods for cash to Sudhir Ltd.	30,000
25	Paid for Rent	25,000
26	Received for Commission	5,000
28	Withdrew by Proprietor for his personal use	10,000
28	Purchased a fan for Proprietor's house	8,000

P. T. O.

OR

- (b) "Balance as shown by the Bank Pass Book should tally with the balance as shown by the Cash Book of the business." Do, you agree? If not, mention the reason with suitable examples of difference between the two. (CO4)
5. (a) On April 1, 2021, Hassan Sajjad Store Cash Book showed debit balance of Cash ₹ 1,550 and Bank ₹ 13,575. During the month of April following business was transacted. You are required to prepare Cash Book. (CO5)

April,

2021

- 02 Purchased Office Type-Writer for Cash ₹ 750; Cash Sales ₹ 1,315.
- 07 Deposited Cash ₹ 500 to bank.
- 10 Received from A. Hussain a check for ₹ 2,550 in part payment of his account (not deposited).
- 16 Paid by check for merchandise purchased worth ₹ 1,005.

- 20 Deposited into Bank the check received from A. Hussain.
- 22 Received from customer a check for ₹ 775 in full settlement of his accounts (not deposited).
- 24 Sold merchandise to sweet Bros. for ₹ 1,500 who paid by check which was deposited into bank.
- 26 Paid creditor a Salman ₹ 915 by check.
- 28 Deposited into Bank the check of customer of worth ₹ 775 was dated 22nd April.

OR

- (b) A firm purchases a plant for a sum of ₹ 10,000 on 1st January, 2017. Installation charges are ₹ 2,000. Plant is estimated to have a scrap value of ₹ 1,000 at the end of its useful life of five years. You are required to prepare Plant Account for the five years charging depreciation according to Straight Line Method. (CO5)