

REG NO:

DATE: 09-01-2021



ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27

BBA - I SEMESTER

SEMESTER EXAMINATION: *JANUARY 2021*

BBA 1119 – FINANCIAL ACCOUNTING

Time- 2 1/2 hrs

Max Marks-70

This paper contains 3 printed pages and four parts

SECTION A

Answer any FIVE of the following questions. Each question carries two marks.
(5x2=10)

1. State any two objectives of Financial Accounting.
2. Expand GAAP and give its meaning.
3. What is meant by Inventory as per Ind AS 2?
4. Goods sold to Naman Rs.2,000, was recorded as Rs.20,000. Pass the rectification entry.
5. Mention any two disadvantages of single entry system of book keeping.
6. Why Bank Reconciliation statement is prepared?

SECTION B

Answer any THREE of the following questions. Each question carries five marks.
(3x5=15)

7. Prepare only the personal ledger account of ABC & Co. and balance it from the following transaction

January 1 2018	Purchased goods from ABC & Co. Rs.5,000
January 5 2018	Returned goods to ABC & Co. Rs. 1,000.
January 15 2018	Sold goods to Ganesh Rs. 10,000
January 15 2018	Returned goods by ABC & Co. Rs. 1,200
January 23 2018	Paid rent to landlord Rs. 5,000

8. Enter the following transactions in the Analytical petty cash book as on April 2018

Date	Particulars	Amount
April 1	Cheque received from cashier	650
April 5	Purchased postal stamps	100
April 6	Bought stationery	80
April 8	Printing charges paid	70
April 12	Telegram expenses	30

April 18	Paid taxi hire	150
April 20	Paid for cartage	50
April 27	Stationery bought	60

9. From the following information find out Net 'Purchases' by preparing Memorandum Trading Account.

Opening stock	Rs. 25,000
Sales	Rs. 1,50,000
Closing stock	Rs. 30,000
Rate of gross profit	33 1/3% 'on cost'

10. Prepare a Bank Reconciliation Statement of Mr. Reddy as on 31.12.2011

- Balance as per cash book Rs. 11,700
- A customer had directly deposited an amount into bank Rs. 2,000
- Bank charges debited in the pass book only Rs. 500
- Cheque issued but not presented for cash Rs. 2,500

SECTION C

Answer any TWO of the following questions. Each question carries fifteen marks. (2x15=30)

11. (i) Briefly explain any 5 concepts of Accounting.
(ii) Prepare a trial balance using the following ledger balances

Particulars	Rs.
Land and Building	3,35,000
Capital	3,00,000
Drawings	25,000
Sundry Debtors	75,000
Bank loan	2,50,000
Salaries and wages	50,000
Insurance premium	30,000
Patents	80,000
Bank overdraft	40,000
Interest on investment	5,000

(10+5)

12. (i)
- | | |
|------------------|---------|
| Purchase price | Rs. 100 |
| Import Duty | Rs. 5 |
| Transportation | Rs. 20 |
| Handling charges | Rs. 10 |
| Direct cost | Rs. 2 |

Compute cost of purchase, if

- 50% of Import duty will be refunded by the Tax authorities
- Rs.2 of Import Duty will be refunded by the authorities

(ii) The policy of M/S ABC limited is to keep company vehicles for 4 years. It has just bought new equipment for Rs.20,000. Today's market price, less selling costs, of a similar equipment that is 4 years old is Rs.6,000, which is a reasonable estimate of the residual

value of the new equipment. Compute Annual depreciable value transferred to Accumulated depreciation a/c every year.

(iii) List any four classes of intangible assets

(10+3+2)

13. The following transactions related to M/s Tools India. Prepare Double column (cash & Bank) cash book

Date (2018)	Details	Amount Rs.
Sept. 01	Bank balance	42,000
	Cash Balance	15,000
Sept. 04	Purchased goods by cheque	12,000
Sept. 08	Sale of goods for cash	6,000
Sept. 13	Purchased machinery by cheque	5,500
Sept. 16	Sold goods and received cheque (deposited same day)	4,500
Sept. 17	Purchase goods from Mritula in cash	17,400
Sept. 20	Purchase stationery by cheque	1,100
Sept. 24	Cheque given to Rohit	1,500
Sept. 27	Cash withdrawn from bank	10,000
Sept. 30	Rent paid by cheque	2,500
Sept. 30	Paid salary	3,500
Sept. 30	Withdrawn from bank for office use	2,000

SECTION D

Answer the following questions. The question carries fifteen marks. (1x15=15)

14. Journalise the following transactions in the books of Xavier. December 2019

- Dec. 1 Xavier started business with cash Rs. 15000.
- 2 Purchased goods from Mr. Singh Rs. 30,000
- 3 Deposited cash into the Bank Rs. 4,000
- 4 Sold goods to Mr. Govind Rs. 2,500
- 5 Purchased furniture of Rs. 2,500 from Furniture land.
- 6 Paid to Mr. Singh by cheque Rs. 1,000
- 7 Received a cheque from Mr. Govind Rs. 1,200
- 8 Paid Interest Rs. 450
- 9 Withdraw cash Rs. 3,000 for personal use
- 10 Cash deposited into the Bank Rs. 1,200.
- 11 Returned goods to Mr. Singh Rs. 500
- 12 Received goods returned by Mr. Govind Rs. 300
- 13 Paid salary by cheque Rs. 4,000
- 14 Received a cheque for rent Rs. 900. The cheque is deposited into the Bank on the same day.
- 15 Withdrew cash Rs. 3,000 from Bank for office use.