



0232/3045/1604/1704

I Semester 5 Year B.B.A.LL.B./B.Com.LL.B./II Semester 5 Year  
B.B.A.LL.B./B.Com.LL.B. Examination, January/February 2025 (Odd Sem.)  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. 9 and any five of the remaining questions.
  2. Q. No. 9 carries 20 marks and remaining questions carry 16 marks each.
  3. Answer should be written in English completely.
  4. Use simple calculator.

Q. No. 1. What is double entry system of book keeping ? Explain its advantages and limitations. Marks : 16

Q. No. 2. Journalise the following transactions in the books of Bhuvan Traders. Marks : 16

2022

- Jan. 01 Bhuvan started his business with cash of ₹ 1,00,000  
Jan. 02 Opened a bank account with SBI and deposited a cash of ₹ 30,000  
Jan. 04 Purchased goods from Asha ₹ 20,000  
Jan. 06 Sold goods to Rahul for cash ₹ 15,000  
Jan. 10 Bought goods from Tara for cash ₹ 15,000  
Jan. 13 Sold goods to Suman ₹ 20,000  
Jan. 16 Received a cheque ₹ 19,500 from Suman and allowed him discount of ₹ 500  
Jan. 20 Cheque issued to Asha ₹ 10,000  
Jan. 23 Rent paid by cheque ₹ 2,000  
Jan. 24 Cash deposited into bank ₹ 16,000  
Jan. 25 Machines purchased from HMT Ltd. ₹ 10,000  
Jan. 26 Trade expenses paid in cash ₹ 2,000  
Jan. 27 Cheque issued to HMT Ltd. ₹ 10,000  
Jan. 29 Telephone expenses paid by cheque ₹ 1,200  
Jan. 31 Paid salary ₹ 4,500.

Q. No. 3. Prepare three column cash book from the following transactions. Marks : 16

2022

- Jan. 01 Cash in hand ₹ 4,000  
Bank overdraft ₹ 3,200  
Jan. 05 Cash sales ₹ 9,000

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- Jan. 09 Purchased goods and paid by cheque ₹ 2,000  
 Jan. 09 Purchased furniture for cash ₹ 2,200  
 Jan. 11 Cash paid to Mr. Rohit ₹ 2,000  
 Jan. 14 Cash deposited into bank ₹ 7,000  
 Jan. 16 Bank charged interest on overdraft ₹ 200  
 Jan. 25 Sale of goods and received a cheque of ₹ 3,000  
 Jan. 27 Rent paid by cheque ₹ 800  
 Jan. 28 Paid wages by cheque ₹ 500  
 Jan. 29 Drew cash for personal use ₹ 500  
 Jan. 30 Paid salary ₹ 1,000  
 Jan. 31 Interest collected by bank ₹ 1,700.

Q. No. 4. Journalise the following transactions in the books of Mr. Suresh and prepare Cash A/c, Bank A/c, Sales and Furniture A/c. Marks : 16  
 2023

- Mar. 01 Started business with following :  
 Cash ₹ 10,000  
 Goods ₹ 20,000  
 Furniture ₹ 10,000  
 Mar. 05 Purchased goods from Asha on credit ₹ 10,000  
 Mar. 07 Paid into bank ₹ 12,000  
 Mar. 08 Sold goods for cash ₹ 8,000  
 Mar. 10 Paid cash to Asha ₹ 9,800 in full settlement of her account  
 Mar. 12 Sold goods to Naveen on credit ₹ 20,000  
 Mar. 15 Purchased furniture and paid by cheque ₹ 4,000  
 Mar. 18 Received cash from Naveen ₹ 19,500 and allowed him discount ₹ 500  
 Mar. 28 Withdrew cash for office use ₹ 2,000.

Q. No. 5. From the following Trial Balance prepare Trading and Profit and Loss A/c and Balance Sheet as on 31/Mar./2023. Marks : 16

Particulars	Dr.	Cr.
	₹	₹
Drawings and capital	6,000	1,50,000
Cash at bank	14,000	
Bills receivable	2,000	
Land and building	43,000	
Furniture	5,000	
Discount allowed	4,000	
Discount received		3,000



Bank charges	500	
Salaries	6,500	
Purchases and sales	2,00,000	2,82,000
Stock (opening)	60,000	
Sales return and purchase return	2,000	1,000
Provision for bad debts		4,000
Carriage	5,000	
Rent and taxes	7,500	
General expenses	3,500	
Plant and machinery	31,000	
Book debts and creditors	82,000	20,000
Loans		15,000
Bad debts	1,000	
Insurance	2,000	
	<b>4,75,000</b>	<b>4,75,000</b>

**Adjustments :**

- 1) Closing stock ₹ 70,000.
- 2) Create a provision for bad and doubtful debts @ 10% on book debts.
- 3) Insurance prepaid for ₹ 500.
- 4) Rent outstanding ₹ 1,500.
- 5) Interest on loan is due @ 6% p.a.

Q. No. 6. Explain the advantages and limitations of computerized accounting.

Marks : 16

Q. No. 7. The following is the Receipt and Payment A/c of Mangalore Literary Club for the year ended 31<sup>st</sup> Dec. 2023.

Marks : 16

Receipts	Amount	Payments	Amount
	₹		₹
To Bal. b/d	319	By Rent and rates	168
" Subscriptions	16,000	" Wages	245
" Donations	4,200	" Lighting charges	72
" Life membership fee	2,500	" Lecturer's fees	435
" Interest	260	" Books	213
" Proceeds from Lectures	420	" Office expenses	450
		" Fixed deposits	8,000
		" Cash in hand	1,000
		" Cash at bank	13,116
	<b>23,699</b>		<b>23,699</b>



At the beginning of the year, the club possessed books worth ₹ 2,000 and furniture worth ₹ 850 subscriptions in arrears at the beginning of the year amounted to ₹ 35 and at end of the year ₹ 45 and rent and rates outstanding at the beginning of the year amounted to ₹ 60 and at the end of year ₹ 50.

Prepare Income and Expenditure Account of the club for the year 31<sup>st</sup> Dec. 2023 and its Balance Sheet as on that date after writing ₹ 150 off books and ₹ 50 off furniture.

Q. No. 8. Write a short note on **any two** of the following : Marks : 2×8=16

- (a) Accounting standards.
- (b) Computerised accounting.
- (c) Final accounts of non-trading concern.

Q. No. 9. Answer **any two** of the following : Marks : 2×10=20

(a) How do you treat the following items in the final accounts of non-trading organization ?

- (i) Honorarium
- (ii) Subscription
- (iii) Life membership fees
- (iv) Legacy
- (v) Entrance fee
- (vi) Sale of old newspapers
- (vii) Cost of maps purchased by college
- (viii) Donations
- (ix) Endowment fund
- (x) Painting of old building.

(b) Enter the following transactions in the proper subsidiary books.

2023

- |         |   |
|---------|---|
| Jan. 1  | Purchased goods from Sharath ₹ 3,500                  |
| Jan. 2  | Bought from Kiran ₹ 4,500 on account less 5% discount |
| Jan. 4  | Sold goods to Ashwin ₹ 4,500                          |
| Jan. 7  | Sold goods to Sunder ₹ 4,000                          |
| Jan. 12 | Credit sales to Raju and Sons ₹ 15,000                |
| Jan. 15 | Credit purchases from Anand ₹ 10,000                  |
| Jan. 18 | Dinesh bought from us on account ₹ 5,000              |
| Jan. 24 | Cash sales to Vinay ₹ 3,000                           |
| Jan. 25 | Bought 15 units from Jayanth @ ₹ 200 per unit.        |
| Jan. 30 | Purchase from Raghu ₹ 4,000.                          |

(c) Explain the various types of accounting software and its merits.

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**Second Semester 5 Year B.B.A., LL.B. Examination, March/April 2024  
(Odd Sem.)**

**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. 9 and any five of the remaining questions.
  2. Q. No. 9 carries 20 marks and the remaining questions carry 16 marks each.
  3. Answers should be written in English completely.
  4. Use simple calculator only.

Q. No. 1. What do you mean by Accounting ? Explain any 8 Accounting Concepts. Marks : 16

Q. No. 2. Journalise the following transactions. Marks : 16

2024		₹
March	1	Commenced business with cash 15,000
"	2	Bought goods from Pandit & Co. 4,000
"	4	Bought office furniture 1,200
"	5	Sold goods to Prasad 2,500
"	7	Purchased goods for cash 600
"	8	Sold goods for cash 900
"	9	Paid Pandit & Co. on account 3,000
"	10	Returned goods to Pandit & Co. 200
"	12	Received goods returned from Prasad 100
"	13	Received from Prasad on account 1,500
"	15	Purchased goods from Murthy 1,000
"	16	Sold goods to Govind 1,800
"	18	Paid Murthy on account 1,000

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"	19	Received from Govind on account	1,800
"	21	Paid for office stationery	50
"	23	Received commission	550
"	24	Cash sales	750
"	26	Paid for advertisement	250
"	27	Paid for rent	300
"	28	Paid for salaries	700
"	30	Withdrawn cash for personal use	800
"	31	Paid for wages	150

Q. No. 3. Enter the following in a three column cash book for the year 2022.

Marks : 16

March	1	Cash Balance ₹ 400
"	2	Cash received by sales of shares ₹ 24,000
"	4	Cash paid into bank ₹ 20,000
"	6	Paid Joseph by cheque ₹ 4,800 and discount allowed by him ₹ 200
"	8	Received from Girish by cheque ₹ 3,820 and allowed him discount ₹ 80
"	10	Paid cheque of Girish into bank ₹ 3,820
"	16	Bought goods for cash ₹ 500
"	20	Paid for stationery in cash ₹ 500
"	22	Drew from bank for office use ₹ 1,200
"	24	Received for cash sales ₹ 800
"	25	Received from Ravi ₹ 6,300 and allowed him discount ₹ 200
"	25	Cash paid into bank ₹ 800
"	26	Issued cheque for purchases ₹ 800
"	27	Drew by cheque for personal use ₹ 400
"	28	Paid salary in cash ₹ 1,000
"	31	Received cheque from Sameer and paid into bank ₹ 800.



Q. No. 4. Enter the following transactions of M/s. Ketan in respective subsidiary books.

Marks : 16

2021

- March 1 Sold goods to Sudhir Stores ₹ 29,000 at 10% trade discount  
" 3 Purchased goods from Meghdoot Traders  
₹ 37,350 and paid carriage ₹ 150  
" 6 Sudhir Stores returned goods at ₹ 3,220 (Net)  
" 10 Cash purchases ₹ 18,600 and cash sales ₹ 61,000  
" 13 Jayesh invoiced goods to us as per our order  
placed on 28<sup>th</sup> Feb. 2011 ₹ 27,000  
" 17 Sold goods worth ₹ 33,400 to Nandini at 10% trade discount.  
" 20 Returned goods to Jayesh ₹ 2,850 as they were defective.  
" 22 Credit purchases from Micky Traders ₹ 19,450  
and they allowed a trade discount of ₹ 150.  
" 23 Nandini returned goods of ₹ 1,900 less 10% trade  
discount as they were damaged.  
" 26 Purchased office furniture on credit from Suhani  
Furniture Mart ₹ 55,000  
" 29 Purchased goods from Garima Stores for ₹ 8,000  
" 31 Sent a debit note to Micky Traders for ₹ 3,200

Q. No. 5. From the following Trial Balance, prepare the Final Accounts and Balance Sheet as on 31-12-1999.

Marks : 16

Capital	—	25,000
Drawings	2,500	—
Plant and Machinery	3,000	—
Land and Building	5,000	—
Purchases	40,000	—
Sales	—	50,000



Returns	5,000	4,000
Stock (1-1-1999)	7,500	—
Furniture	5,000	—
Salaries	750	—
Insurance	200	—
Rent	400	—
Debtors	7,600	—
Creditors	—	5,500
Bills receivable	2,400	—
Bills payable	—	2,000
Commission	—	300
Interest	—	100
Carriage inwards	300	—
Wages	1,200	—
Investments	2,000	—
Printing and stationery	800	—
Cash in hand	3,250	—
	<b>86,900</b>	<b>86,900</b>

#### Adjustments :

- 1) Closing stock was valued at ₹ 13,000
- 2) Outstanding expenses were : Rent ₹ 200, Wages ₹ 400 and Salary ₹ 300.
- 3) Insurance was prepaid to the extent of ₹ 50.
- 4) Depreciate land and building at 5% and plant and machinery at 10%.
- 5) Make provision for doubtful debts at 5% on debtors.



Q. No. 6. Generous Charity Club presents following information. Marks : 16

**Receipts and Payments A/c as on 31-12-2023**

Receipts	₹	Payments	₹
To Opening Cash		By Salaries	3,00,000
Balance	1,00,000	By Tour expenses	50,000
To Subscriptions	6,00,000	By Furniture	40,000
To Donations	3,00,000	By Printing and	
To Rent	25,000	Stationery	12,000
To Misc. Receipts	10,000	By Instruments	2,50,000
		By Newspapers	1,500
		By Misc. expenses	20,000
		By Balance c/d	3,61,500
	<b>10,35,000</b>		<b>10,35,000</b>

**Balance Sheet as on 31-12-2023**

Liabilities	₹	Assets	₹
O/S salaries	20,000	Furniture	1,00,000
Tour expenses due	20,000	Buildings	10,00,000
Printing and stationery		Books	10,000
due	5,000	Investments	2,00,000
Capital fund	15,25,000	Music Inst.	1,00,000
		Subscriptions	50,000
		Accrued rent	10,000
		Cash	1,00,000
	<b>15,70,000</b>		<b>15,70,000</b>

**Adjustments :**

- 1) Outstanding expenses as on 31-12-2023 were Salaries ₹ 25,000, Tour exps. ₹ 5,000 and printing ₹ 2,000.
  - 2) Depreciate Building 10% and furniture by 15% p.a.
- Prepare Income and Expenditure A/c and Balance Sheet for the year 31-12-2023.



Q. No. 7. What are life membership fees ? Distinguish between Receipts and Payments A/c and Income and Expenditure A/c.

Marks : 16

Q. No. 8. Answer **any two** of the following.

Marks : 2×8=16

- (a) What are Non-trading concerns ? Distinguish between capital expenditure and revenue expenditure.
- (b) How do you adjust the following ?

- 1) Outstanding salaries
  - 2) Closing stock
  - 3) Prepaid Insurance
  - 4) Depreciation
  - 5) Outstanding commission earned
  - 6) Doubtful debts
  - 7) Free samples
  - 8) Interest on capital.
- (c) Short note on Tally.

Q. No. 9. Answer **any two** of the following.

Marks : 2×10=20

- (a) Explain the factors to be considered before the implementation of computerised accounting.
- (b) Explain the features of computerised accounting.
- (c) From the following, prepare Trading and P/L Account.

	₹
Purchases	72,000
Sales	1,43,000
Opening stock	5,000
Carriage inwards	2,500
Wages	17,500



Carriage outwards	1,200
Insurance (factory)	500
Factory rent	4,500
Commission earned	2,000
Discount earned	1,000
Bad debts	500
Returns (inward)	2,000
Return outwards	2,000
Closing stock	10,000
Trade Expenses	500
General Expenses	1,000

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March	1	Commenced business with cash	40,000
	2	Bought goods from Smith & Co.	4,000
	4	Bought office furniture	1,000
	6	Sold goods to Jones & Co.	10,000
	7	Purchased goods for cash	2,000
	8	Sold goods to the school	500
	9	Paid Smith & Co. on account	3,000
	10	Returned goods to Smith & Co.	500
	12	Purchased goods from Jones & Co.	10,000
	13	Received from Jones & Co. on account	2,000
	15	Purchased goods from Smith & Co.	2,000
	16	Sold goods to the school	1,000



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**Second Semester 5 Year B.B.A., LL.B. Examination, September/October  
2023 (June 2023)  
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. 9 and any five of the remaining questions.
  2. Q. No. 9 carries 20 marks and the remaining questions carry 16 marks each.
  3. Answer should be written in English completely.
  4. Use simple calculator.

Q. No. 1. What is double entry system of book keeping ? What are its advantages and disadvantages ? Marks : 16

Q. No. 2. Journalise the following transactions in the books of Kishore Marks : 16

2012

- June 1 Commenced business with Cash ₹ 10,000, Goods ₹ 20,000, Furniture ₹ 5,000
- June 2 Deposited to Bank ₹ 8,000
- " 5 Bought goods from Raju and Co. ₹ 15,000
- " 8 Purchased typewriter for office use ₹ 6,000
- " 12 Paid Raju and Co. by cheque ₹ 6,000
- " 15 Sold goods to Sameer ₹ 30,000
- " 16 Returned goods to Raju and Co. ₹ 1,000
- " 18 Received from Sameer on account ₹ 15,000
- " 20 Received interest ₹ 500
- " 21 Bought office Stationery ₹ 200
- " 23 Paid office rent by cheque ₹ 900
- " 25 Withdrew cash from office for personal use ₹ 2,500

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- " 26 Sold goods for cash ₹ 1,500
- June 27 Received cash from Sameer ₹ 9,000  
and allowed him discount ₹ 1,000
- " 28 Remitted to Raju and Co. ₹ 8,800 in full settlement of his account  
₹ 10,000
- " 29 Paid for stationery ₹ 600, Postage stamps ₹ 300
- " 30 Paid salary by cheque ₹ 3,000.

Q. No. 3. Enter the following in three column cash book.

Marks : 16

April 2012

- " 1 Balance of cash in hand ₹ 28,000 and at Bank ₹ 15,000
- " 2 Purchased goods for cash ₹ 4,500
- " 5 Cash sales ₹ 8,000
- " 8 Received cheque from Viraj for ₹ 1,900 and allowed him discount  
₹ 100
- " 12 Printing charges paid ₹ 500
- " 13 Deposited Viraj's cheque into Bank
- " 19 Withdrawn from bank for personal use ₹ 2,000
- " 21 Bought goods from Suresh ₹ 6,000 and paid him by cheque
- " 25 Paid Madan ₹ 4,000 and he allowed a discount of ₹ 150
- " 27 Paid rent by cheque ₹ 3,400
- " 28 Paid Salary ₹ 4,500
- " 29 Paid cash into bank ₹ 4,000
- " 30 Received ₹ 2,500 from Raju.

Q. No. 4. From the following trial balance, prepare trading, P/L a/c and  
Balance Sheet as on 31-12-2012.

Marks : 16

	Dr.	Cr.
Capital	—	25,000
Drawings	2,500	—
Plant and Machinery	3,000	—



Land and Building	5,000	—
Purchases and Sales	40,000	50,000
Returns	5,000	4,000
Opening stock	7,500	—
Furniture	5,000	—
Salaries	750	—
Insurance	200	—
Rent	400	—
Debtors and Creditors	7,600	5,500
B/R and B/P	2,400	2,000
Commission	—	300
Interest	—	100
Carriage inwards	300	—
Wages	1,200	—
Investment	2,000	—
Printing and Stationery	800	—
Cash in hand	3,250	—
	86,900	86,900

**Adjustments :**

- (1) Closing stock ₹ 13,000
- (2) Outstanding liabilities :  
Rent ₹ 200, Wages ₹ 400, Salary ₹ 300
- (3) Insurance prepaid ₹ 50
- (4) Depreciate land and Buildings @ 5% and Plant and Machinery @ 10%.



Q. No. 5. From the following particulars, prepare Income and Expenditure a/c and Balance Sheet as at 31-12-2012.

Marks : 16

**Balance Sheet as on 1-1-2012**

Liabilities	₹	Assets	₹
Capital fund	80,000	Buildings	40,000
Reserve fund	10,000	Furniture	10,000
Bank loan	10,000	Sports materials	30,000
Subscriptions for 2012	2,000	Investments	20,000
O/S Salary	2,000	O/S Interest on investments	500
		Subscriptions	1,500
		Cash in hand	2,000
	<b>1,04,000</b>		<b>1,04,000</b>

**Receipts and Payments a/c 31-12-2012**

Receipts	₹	Payments	₹
To Bal. b/d	2,000	By Sports mat.	20,000
To Subscriptions		By Salaries	
2011	1,500	2011 – 2,000	
2012	40,000	2012 – 8,000	10,000
2013	2,000	43,500	
To Entrance fees	4,000	By Postage	500
		By Printing	1,500
		By Newspapers and Periodicals	6,000
		By Fixed deposits	8,000
		By Bank loan	8,000
		By Investments	20,000
		By Bal. c/d	2,500
	<b>76,500</b>		<b>76,500</b>



**Adjustments :**

- (1) Subscriptions for 2012 ₹ 2,000.
- (2) Entrance fees are to be capitalised.
- (3) Depreciate furniture by 5%, sports material by 5%.
- (4) O/S salaries ₹ 1,500.
- (5) Prepaid expenses were : Printing ₹ 200, periodicals ₹ 1,000.

Q. No. 6. Explain the different types of subsidiary books. Explain its features and advantages.

Marks : 16

Q. No. 7. Explain the factors to be considered to implement computerised accounting.

Marks : 16

Q. No. 8. Answer **any two** of the following :

Marks : 2×8=16

- (a) Difference between single entry system and double entry system.
- (b) Difference between capital expenditure and revenue expenditure.
- (c) Difference between profit and loss a/c and income and expenditure a/c.

Q. No. 9. Answer **any two** of the following :

Marks : 2×10=20

(a) Classify into capital and revenue :

- 1) Life membership fees
- 2) Sale of old sports materials
- 3) Subscriptions
- 4) Tuition fees
- 5) Prize amount of ₹ 1,00,000 received from lottery.
- 6) Legacies



- 7) Endowment fund
- 8) Painting of old building
- 9) Donations
- 10) Sale of old newspapers.

(b) Enter the following in concerned subsidiary books.

2014

- Nov. 1 Purchased from Hari, ₹ 15,000
- " 2 Sold to Raju ₹ 12,000
- " 3 Bought from Dinesh ₹ 8,000
- " 10 Kumar sold goods to us ₹ 12,000
- " 16 Basu purchased goods from us ₹ 16,000
- " 18 Bought goods from Nitin @ 10% Trade discount  
₹ 20,000
- " 20 Sold goods to Amar ₹ 14,000
- " 25 Bought from Pavan on credit  
300 Kgs of rice @ ₹ 40 per kg.  
500 Kgs of wheat @ ₹ 50 per kg.
- " 26 Bought computer from Anand for cash ₹ 20,000
- " 30 Sold goods to Vivek for cash ₹ 16,000.

(c) From the following : Prepare Income/Expenditure account and Balance Sheet.

Marks :10

#### Receipts and Payments a/c 31-12-2016

Receipts	₹	Payments	₹
To Balance b/d	5,000	By Salaries	3,000
To Subscriptions	11,000	By Sports materials	
To Entrance fees	900	purchased	5,000



To Sports fees	7,000	By Purchase of	
To Sale of old		furniture	5,000
newspapers	100	By Rent and Taxes	4,000
To Donations for		By Investments	2,000
Pavilion	4,000	By Sports expenses	6,000
		By Misc. expenses	500
		By Bal. c/d	2,500
	<b>28,000</b>		<b>28,000</b>

Q. No. 1. What is a journal entry system? A journal entry system is a system of recording business transactions in a journal.

Q. No. 2. Journalize the following transactions in a journal.

2012

- June 1. Commenced business with Cash ₹ 10,000. Furniture ₹ 5,000.
- June 5. Deposited in Bank ₹ 2,000.
- June 8. Bought goods from Ramchand ₹ 15,000.
- June 10. Purchased goods from Ramchand ₹ 5,000.
- June 12. Paid Rent and Office expenses ₹ 1,000.
- June 15. Sold goods to Ramchand ₹ 10,000.
- June 18. Returned goods to Ramchand ₹ 2,000.
- June 19. Received from Ramchand ₹ 15,000.
- June 20. Received interest ₹ 500.
- June 21. Bought office furniture ₹ 2,000.
- June 23. Paid office rent by cheque ₹ 400.
- June 25. Sold goods to Ramchand for cash ₹ 2,000.



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**II Semester 5 Year B.B.A. LL.B. Examination, March/April 2023 (Dec. 2022)**  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

**Instructions :** 1. Answer Q. 9 and any five of the remaining questions.

2. Q. No. 9 carries 20 marks and the remaining questions carry 16 marks each.

3. Answers should be written in English only completely.

4. Use simple calculator only.

Q. No. 1. Give the meaning of accounting. Explain the functions of accounting. Explain accounting conventions. Marks : 16

Q. No. 2. State the account to be debited and the account to be credited for each of the following along with its type of account. Marks : 16

- a) Commenced business with ₹ 20,000
- b) Purchased goods from Ajay ₹ 4,000 on credit
- c) Purchased goods from Vijay ₹ 2,000 for cash
- d) Paid cash ₹ 1,600 to Ajay on account
- e) Returned goods worth ₹ 200 to Ajay
- f) Purchased furniture from Sanjay ₹ 600 on credit
- g) Purchased Machinery for cash ₹ 1,000
- h) Sold goods to A ₹ 1,800 on credit
- i) Sold goods to B ₹ 200 for cash
- j) Received cash ₹ 800 from A on account
- k) A returned goods worth ₹ 100
- l) Paid salary ₹ 1,400 to accountant
- m) Paid landlord office rent ₹ 300
- n) Paid wages ₹ 160
- o) Paid for stationery purchased ₹ 40
- p) Paid advertisement charges ₹ 240

P.T.O.



- q) Received interest on bank deposit ₹ 500
- r) Received dividend on shares ₹ 60
- s) Received commission ₹ 400
- t) Withdrawn cash ₹ 200 for personal expenses
- u) Deposited cash into bank ₹ 6,000
- v) Withdrawn cash from bank for office use ₹ 1,000
- w) Bought postal stamps ₹ 50
- x) Received loan from Shankar ₹ 1,000
- y) Gave loan to Bhaskar ₹ 500
- z) Cash purchases ₹ 5,000

Q. No. 3. From the following transactions, prepare three column cash book.

Marks: 16

2022

March

- 1 Balance of Cash ₹ 5,000 and Bank ₹ 12,000
- 2 Cash sales ₹ 11,000
- 6 Received cash ₹ 10,800 from Mr. A and allowed discount ₹ 200
- 8 Paid cash ₹ 3,000 to Mr. B
- 9 Received a cheque of ₹ 10,700 from Mr. C, and allowed discount ₹ 300
- 11 Issued a cheque of ₹ 4,000 towards Rent
- 13 Deposited the cheque received on March 9<sup>th</sup> into the bank
- 15 Received a cheque from Mr. D for ₹ 5,900, allowed him a discount of ₹ 100 and deposited the cheque into bank
- 17 Deposited cash into the bank ₹ 1,000
- 19 Issued a cheque for ₹ 3,000 to Mr. B
- 23 Withdrawn cash from Bank for office use ₹ 2,000
- 25 Paid by cheque to Mr. 'E' ₹ 8,900 in settlement of ₹ 9,000
- 27 Withdrew from Bank for personal use ₹ 4,000
- 31 Received a crossed cheque for ₹ 25,000 towards dividend.



Q. No. 4. Enter the following transactions in the appropriate Subsidiary Books.

Marks : 16

2022

March

- 1 Bought 5 dozens of Accountancy books from Archana Stores at ₹ 120 per book
- 3 Sold 60 Management books to Chetan Stores at ₹ 40 per book
- 5 Purchased 50 Economics books at ₹ 70 per book from Amar Book Stores, less 10%
- 8 Bought Machinery worth ₹ 4,000 from Ganesh Stores
- 10 Returned 5 Accountancy Books to Archana Stores
- 12 Sold 10 dozens note books to Triveni Stores at ₹ 12 per book
- 15 Chetan stores returned 4 Management books
- 17 Bought goods worth ₹ 1,800 from Anil Stores
- 21 Returned 8 Economics books to Archana Stores
- 23 Sold goods worth ₹ 4,000 to Balaji Stores
- 25 120 English books sold to Ganesh Stores at ₹ 240 per dozen
- 27 Goods worth ₹ 400 sent back to Anil Stores
- 30 Sent credit note to Balaji Stores for ₹ 500

Q. No. 5. Post the following transactions into the ledger and balance them.

Marks : 16

2022

June

- 1 Started business with cash ₹ 4,00,000
- 8 Opened a Bank A/c with Syndicate Bank ₹ 80,000
- 12 Goods purchased on credit from M/s Gulmohar Fashion House ₹ 30,000
- 15 Purchased office machine and paid by cheque ₹ 20,000
- 18 Rent paid by cheque ₹ 5,000
- 20 Sale of goods to M/s Mohit Brothers on credit ₹ 20,000
- 22 Cash sales ₹ 30,000
- 25 Cash paid to M/s Gulmohar Fashion House – ₹ 30,000



Q. No. 6. The following balances were extracted from the books of  
M/s Panchsheel Garments on March 31-03-2022.

Marks : 16

**Trial Balances as on 31-3-2022**

Names of Accounts	Debit (₹)	Credit (₹)
Opening stock	16,000	—
Purchases and sales	67,600	1,12,000
Return inwards and return outwards	4,600	3,200
Carriage inwards	1,400	—
General expenses	2,400	—
Insurance	4,000	—
Scooter repair expenses	200	—
Salary	9,000	—
Cash in hand	4,000	—
Scooter	8,000	—
Furniture	5,000	—
Buildings	65,000	—
Debtors	6,000	—
Wages	1,200	—
Discount	—	1,400
Bank overdraft	—	10,000
Commission	—	1,800
Creditors	—	16,000
Capital	—	50,000
<b>Total</b>	<b>1,94,400</b>	<b>1,94,400</b>

Prepare Trading and P and L A/c for the year ending 31-03-2022  
and B/S as on that date.

**Adjustments :**

- 1) Unexpired Insurance ₹ 1,000
- 2) Salary due but not paid ₹ 2,000
- 3) Wages outstanding ₹ 200
- 4) Interest on capital @5%
- 5) Furniture is depreciated @ 10%
- 6) Closing stock ₹ 10,000



Q. No. 7. Following are the Balance Sheet and Receipts and Payments A/c of Sharada Education Society, Mangalore.

Marks : 16

**Balance Sheet as on 31-03-2021**

Liabilities	₹	Assets	₹
Capital fund	36,400	Cash in hand	2,050
Audit fees O/s	2,500	Maps and charts	1,600
		5% Govt. Bonds	31,000
		Subscriptions	1,000
		Outstanding furniture	3,250
	<b>38,900</b>		<b>38,900</b>

Receipts and Payments A/c for the year ending 31-03-2022.

Dr.			Cr.
Receipts	₹	Payments	₹
To Bal. b/d	2,050	By Audit fees	2,500
To Subscriptions	20,500	By Rent	1,800
To Donations	2,500	By Maps and charts	3,400
To Interest on		By Stationery and	
Govt. bonds	850	postage	250
		By Salary	8,000
		By Functions	1,050
		By Bal. C/d	8,900
	<b>25,900</b>		<b>25,900</b>

**Adjustments :**

- 1) Audit fees ₹ 2,500 still due.
- 2) Charge ₹ 250 as depreciation on furniture.
- 3) Half of the donations is to be considered as revenue.
- 4) Outstanding subscriptions ₹ 2,000 and subscriptions received in advance ₹ 1,500.

**Prepare :**

- a) Income and Expenditure A/c
- b) Balance Sheet as on 31-03-2022



Q. No. 8. Write a short note on **any two** of the following : Marks : 2×8=16

- (a) Difference between Book-Keeping and Accounting.
- (b) Difference between Journal and Ledger.
- (c) Noting, endorsement and dishonour of bill.

Q. No. 9. Solve **any two** of the following problems : Marks : 2×10=20

- (a) On 1<sup>st</sup> March 2022, Ram drew a 3 month's bill on Rahim for ₹ 500 which was duly accepted. Ram discounted the bill with his banker at 8% p.a. The bill was dishonoured on the due date. Pass Journal entries in the books of Ram and Rahim.
- (b) From the following information, prepare the profit and loss account of Raj for the year ending 31-03-2022.

Particulars	₹
Gross profit	7,00,000
Salaries and wages	20,000
Wages and salaries	5,000
Carriage inwards	3,000
Carriage outwards	4,000
Freight inwards	2,000
Freight outwards	6,000
Discount allowed	5,000
Discount received	8,000
Commission paid	3,000
Commission received	4,000
Interest allowed	5,000
Interest received	6,000
Rent paid	5,000



Rent received	7,000
General expenses	5,000
Brokerage paid	4,000
Miscellaneous expenses	2,000
Miscellaneous income	3,000

(c) Prepare the personal A/c of Mr. Ganesh from the following transaction.

01-03-2022	Debit balance of Ganesh's A/c ₹ 8,100
03-03-2022	Bought from Ganesh ₹ 1,400
05-03-2022	Goods worth ₹ 2,300 sold to him
09-03-2022	Paid to him ₹ 1,300
12-03-2022	Returned goods to him ₹ 130
15-03-2022	Ganesh bought goods from us ₹ 1,500
18-03-2022	He returned goods ₹ 600
22-03-2022	Received a Bearer cheque from Ganesh for ₹ 1,000
25-03-2022	Goods worth ₹ 250 sent back to him
30-03-2022	Ganesh sold goods to us worth ₹ 1,800

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0232

**Second Semester 5 Year B.B.A. LL.B. Examination,  
October/November 2022 (June 2022)  
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
- 1. Answer Q. No. 9 and any five of the remaining questions.**
  - 2. Q. No. 9 carries 20 marks and the remaining questions carry 16 marks each.**
  - 3. Answers should be written either in English completely.**

**Q. No. 1.** Define Accounting. Explain the objectives and functions of accounting.

Marks : 16

**Q. No. 2.** Journalise the following transactions :

Marks : 16

November

- 2021
- 1 Shyam commenced business with following :  
Cash ₹ 40,000, Furniture ₹ 20,000, Machinery ₹ 50,000
  - 2 Deposited into bank ₹ 20,000
  - 3 Purchased goods from Sanjay ₹ 20,000
  - 5 Sold goods for cash ₹ 40,000
  - 7 Settled Sanjay's Account and allowed discount ₹ 400
  - 10 Paid wages by cheque ₹ 2,000
  - 13 Drew for personal use ₹ 1,200
  - 15 Purchased from Manoj and Co. Machinery on credit ₹ 50,000
  - 17 Drew for office use ₹ 2,000
  - 20 Purchased goods from Vishal ₹ 40,000
  - 23 Sold goods to Ramesh ₹ 20,000
  - 25 Received a cheque of ₹ 10,000 from Ramesh
  - 28 Paid salary ₹ 4,000
  - 30 Paid rent by cheque ₹ 2,000

P.T.O.



Q. No. 3. Draw a three column cash book from the following transactions :

Marks : 16

November

2021

- 1 Started business with cash ₹ 40,000
- 2 Opened a Bank A/c with ₹ 20,000
- 4 Received for cash sales ₹ 10,000
- 6 Paid for stationery ₹ 2,000
- 13 Received a cheque from Sampat ₹ 7,700 and allowed him discount ₹ 300
- 15 Sent Sampat's cheque to bank deposits
- 18 Paid office rent by cheque ₹ 6,000
- 19 Received commission ₹ 4,000
- 22 Withdrew from bank for office use ₹ 3,000
- 24 Sunil a customer directly paid into our bank account ₹ 5,000
- 26 Paid Amit by cheque ₹ 1,800 and received discount ₹ 400
- 27 Cash purchases ₹ 10,000 of which paid by cheque ₹ 4,000
- 28 Withdrawn from bank for personal use ₹ 6,000
- 30 Received from John ₹ 3,500 and allowed him discount ₹ 30

Q. No. 4. Enter the following transactions in the proper subsidiary books.

Marks : 16

January

2021

- 1 Purchased goods from Rajesh less 5% ₹ 15,000
- 4 20 bags of wheat sold to Chetan and Co. ₹ 750 per bag
- 5 Bought goods from Pavitra and Co., Bangalore ₹ 4,050
- 7 Sold goods to Umesh and Co., Hasan ₹ 6,500
- 8 Sent a debit note to Pavitra and Co. of ₹ 250
- 10 Sent a credit note to Umesh and Co., ₹ 350
- 12 Sold goods to Mohan less 6% ₹ 2,000



- 14 Bought goods from Venugopal and Bros. ₹ 4,500
- 16 Allowance granted to Mohan for ₹ 200
- 18 Allowance claimed from Venugopal and Bros. ₹ 450
- 20 Bought goods from Manju ₹ 4,000
- 22 Returned goods to Manju ₹ 200
- 23 Sold goods to Suman less 5% discount ₹ 5,000
- 25 Sold goods to Anil ₹ 10,000
- 27 Suman returned goods ₹ 200
- 28 Sent credit note to Anil ₹ 100

Q. No. 5. Following is the Trial Balance of Prasad and Sons as on 31-03-2021. Prepare Trading and Profit and Loss A/c and Balance Sheet as on that date after making adjustments.

Marks : 16

**Trial Balance as on 31-03-2021**

Particulars	Debit (₹)	Credit (₹)
Opening stock (1-4-2020)	1,500	—
Purchases	25,000	—
Sales	—	78,000
Sundry Debtors	6,000	—
Capital	—	20,000
Drawings	5,000	—
Returns	800	1,000
Plant and Machinery	15,000	—
Bills Receivable	2,500	—
Land and Buildings	30,000	—
Bills payable	—	4,000
Salaries and wages	12,000	—
Trade expenses	7,000	—
Rent, rates and insurance	1,200	—



Stationery	700	-
Sundry creditors	-	6,600
Provision for bad and doubtful debts	-	1,400
Bad debts	300	-
Furniture	3,500	-
Cash Balance	500	-
	<b>1,11,000</b>	<b>1,11,000</b>

**Adjustments :**

- Closing stock as on 31-3-2021 ₹ 1,200.
- Accrued expenses : Wages ₹ 400, Rent ₹ 50.
- Provision for bad and doubtful debts should be maintained at 15% on debtors.
- Provision for depreciation at 10% on plant and machinery and 8% on Land and Buildings.

Q. No. 6. Following are the Balance Sheet and Receipts and Payments A/c of Veer Sports Club, Kolar.

Marks : 16

**Balance Sheet as on 31-03-2020**

<b>Liabilities</b>	<b>₹</b>	<b>Assets</b>	<b>₹</b>
Outstanding Salary	2,000	Cash	8,000
Capital fund	47,000	Outstanding Subscription	1,000
		Furniture	15,000
		Sports materials	25,000
	<b>49,000</b>		<b>49,000</b>

Receipts and Payments A/c for the year ending 31-3-2021

<b>Receipts</b>	<b>Dr. (₹)</b>	<b>Payments</b>	<b>Cr. (₹)</b>
To Balance b/d	8,000	By Salary	15,000
To Subscriptions	46,000	By Sports materials	18,000
To Entrance fees	16,000	By Investments	16,000
To Sale of old newspaper	2,000	By Fixed deposits	8,000
To Rent	6,000	By Tournament expenses	4,000



To Legacies	3,000	By Furniture	6,000
		By Upkeep of grounds	2,000
		By General expenses	4,000
		By Balance c/d	8,000
	<b>81,000</b>		<b>81,000</b>

**Adjustments :**

- (1) Subscriptions outstanding for the year 2020 – 2021 ₹ 2,000.
- (2) Subscriptions received in advance for the year 2021 – 22 ₹ 1,000.
- (3) Depreciate sports materials by ₹ 4,000 and furniture ₹ 2,000.
- (4) Capitalize 50% of the entrance fees.
- (5) Outstanding salary ₹ 2,000.

Prepare Income and Expenditure A/c and Balance Sheet as on 31-03-2021.

Q. No. 7. Differentiate between manual accounting and computerised accounting.

Marks : 16

Q. No. 8. Write short note on **any 2** of the following.

Marks : 2×8=16

- (a) What are the Pro's and Con's of computerised accounting ?
- (b) What do you mean by Non-profit Organisations ? Explain with examples. Explain the features of Non-profit Organisations.
- (c) Write a short note on "Adjustments in Final Accounts".

Q. No. 9. Solve **any two** of the following problems.

Marks : 2×10=20

- (a) From the following details, prepare Trading and Profit and Loss A/c for the year ended 31<sup>st</sup> March 2021.

Particulars	₹
Stock on 1-4-2020	4,000
Purchases	15,000
Sales	30,000
Returns to suppliers	2,000



Returns from customers	1,000
Wages and salaries	5,000
Carriage on purchases	1,000
Carriage on sales	200
Freight	800
Rent (Factory)	1,000
Rent (Office)	2,000
General expenses	500
Heating and lighting	700
Discount allowed	300
Discount received	400
Commission (Cr.)	500
Insurance	300

#### Adjustments :

- (1) Insurance prepaid ₹ 100
- (2) Stock on 31-3-21 ₹ 6,000
- (3) Depreciation on Machinery ₹ 1,000
- (4) Bad debts to be written off 500
- (5) Office rent outstanding ₹ 400.

- (b) From the following details, calculate the amount of stationery to be debited to Income and Expenditure A/c of the year 2021.

Stock of stationery as on 1-1-2021	₹ 500
Stock of stationery as on 31-12-2021	₹ 300
Paid for stationery during the year 2021	₹ 3,000
Creditors for stationery as on 1-1-2021	₹ 100
Creditors for stationery as on 31-12-2021	₹ 4,000
Advance payment for stationery as on 31-12-2020	₹ 200
Advance payment for stationery as on 31-12-2021	₹ 400



(c) From the following particulars prepare Sales Book of Akbar and Co. who deal in furniture.

2021

- June 5 Sold on credit to Anand and Co.  
10 Tables @ ₹ 300  
20 Chairs @ ₹ 150
- June 10 Sold to Banerji and Co. on credit  
5 Almirahs at ₹ 1,500  
5 Stools at ₹ 100
- June 20 Sold old typewriters for ₹ 6,000 to Mohan and Co. on credit
- June 25 Sold to Ramlal and Bros. on credit  
5 Tables @ ₹ 500  
1 Revolving Chair at ₹ 600
- June 26 Sold to Sandeep and Bros. on credit 35 Chairs @ ₹ 300 each
- June 28 Sold computers for cash ₹ 10,000



0232

**Second Semester 5 Year B.B.A. LL.B. Examination, December 2019**  
**FINANCIAL ACCOUNTING**  
**(New/Old)**

Duration : 3 Hours

Max. Marks : 100

**Instructions :** 1. Answer Question No. 9 and **five** of the remaining questions.

2. Q. No. 9 carries **20** marks and remaining questions carry **16** marks **each**.

3. Answer should be written in **English**.

4. Use simple calculator.

Q. No. 1. What is "Double-entry system" of book keeping ? What are its advantages and disadvantages ?

Marks : 16

Q. No. 2. Journalise the following transactions in the books of Mr. Vijay.

2018 February

Marks : 16

1 Commenced business with the following :

Cash Rs. 60,000

Goods Rs. 30,000

Furniture Rs. 40,000

Building Rs. 70,000

4 Bought goods from Dravid Rs. 50,000

Less trade discount 10%

5 Cash received from Laxman Rs. 19,000 and allowed him a discount of Rs. 1,000

6 Opened a bank account in SBM and deposited Rs. 10,000 therein

10 Purchased office equipment for cash Rs. 20,000

P.T.O.



- 12 Dravid directly deposited Rs. 30,000 into our bank account
- 18 Paid to Sachin Rs. 29,500 and received discount of Rs. 500
- 22 Goods withdrawn by the proprietor for personal use Rs. 4,000
- 24 Sold goods to Kohli for Rs. 30,000 at a trade discount of 8%
- 26 Paid flight charges of Rs. 10,000 to the sales manager
- 28 Paid fire insurance premium Rs. 5,000
- 29 Received commission of Rs. 8,000 from Yuvaraj and paid charity of Rs. 1,000.

Q. No. 3. Record the following in the proper subsidiary books of Dinanithyada Provisions Stores for the month of June 2018. Marks : 16

- 1 Purchased 10 bags of rice from Fine Rice Mills, Maddur at Rs. 3,600 per bag.
- 3 Sold 2 bags of Sugar to Ashok Hotel, Bengaluru at Rs. 3,500 per bag.
- 5 Sent a debit note to Fine Rice Mills, Maddur for the overprice of Rs. 300 per bag.
- 7 Sold 20 kgs of Coffee to Janapriya Hotel at Rs. 120 per kg
- 10 Purchased 25 cases of tea from Tata Tea Suppliers for Rs. 6,250
- 12 Sent a credit note to Janapriya Hotel for short supply of 2 kgs Coffee
- 15 Returned 4 cases of tea to Tata tea suppliers for defective
- 18 Bought 15 bags of wheat flour from Punjab flour mills at Rs. 2,000 per bag.
- 21 Supplied 2 bags of rice and 3 bags of wheat flour to reliable stores respectively at Rs. 3,400 per bag and Rs. 2,600 per bag.



- 23 Reliable stores returned wrong supply of 1 bag of rice.
- 26 Bought office furniture from carved Furniture Mart for Rs. 25,000 on credit.
- 27 Sold to Vishnu Darshani provisions of Rs. 10,000 on account, less 10% discount.

Q. No. 4. Enter the following transactions in a cash book with discount, cash and bank column and balance the cash book on 31<sup>st</sup> December 2017.

Marks : 16

- 1 Balance of cash in hand Rs. 50,000
- Bank overdraft Rs. 10,000
- 3 Introduced cash as further capital Rs. 25,000
- 5 Collected crossed cheque from Mr. X Rs. 8,000 and allowed discount of Rs. 200
- 6 Purchased goods by cash Rs. 2,000 and by cheque Rs. 3,000
- 7 Discounted a bill of exchange through bank Rs. 5,000
- 9 Paid into Bank Rs. 10,000
- 12 Gopal directly paid into our bank account Rs. 8,000
- 14 Paid cheque to Mr. 'R' Rs. 2,500 and discount received Rs. 100
- 18 Our cheque to Mr. 'R' returned dishonoured.
- 21 Cash sales proceeds banked on the same day Rs. 7,000
- 23 Cashed national savings certificates Rs. 10,000
- 24 Collected from Mr. 'Y' in cash and deposited into bank by next day Rs. 4,000
- 30 Transferred to proprietor's saving bank account Rs. 5,000



- Q. No. 5. On 1<sup>st</sup> June 2012, Ravi drew a bill of exchange on Naveen for Rs. 10,000 due after 3 months. On 1<sup>st</sup> September 2012, Naveen expressed his inability to meet the bill and asked Ravi to accept Rs. 2,000 in cash and drew a new bill for the balance plus interest at 12% p.a. for three months. Ravi agreed to this and renewed the bill. On the due date, the bill was met. Give necessary Journal entries in the books of Ravi and Naveen. Marks : 16

- Q. No. 6. From the following Trail Balance of Ravikumar as on 31-12-2017. Prepare Financial Statements. Marks : 16

Particulars	Debit (Rs.)	Credit (Rs.)
Drawings and Capital	15,000	1,20,000
Bills Receivable	22,000	
Machinery	20,000	
Debtors and Creditors	60,000	58,000
Wages	39,000	
Purchases and Sales	2,52,000	3,55,000
Commission		5,500
Rent and Taxes	6,000	
Stock	90,000	
Salaries	10,500	
Travelling Expenses	2,000	
Insurance	600	
Repairs	3,400	
Bad debts	3,500	
Furniture	9,000	
Returns	5,000	2,000
Cash in hand	500	
Cash at bank	2,000	
	5,40,500	5,40,500



**Adjustments :**

1. Closing stock was Rs. 1,00,000
2. Create provision for bad debts on debtors at 5%.
3. Prepaid Insurance Rs. 100
4. Commission earned but not received Rs. 500
5. Wages and Salaries are unpaid to the extent of Rs. 1,000 and Rs. 1,500 respectively.
6. Depreciate Machinery at 5% and Furniture by 10% per annum.

Q. No. 7. Following is the receipts and payments account of Jnana Education Trust Commenced on 1-4-2013.

Marks : 16

**Receipts and Payments A/c for the year ending 31-3-2014**

Receipts	Rs.	Payments	Rs.
To Life membership fees	4,000	By Building	1,00,000
To Building donation	1,00,000	By Furniture	20,000
To Govt. grants	30,000	By Library books	10,000
To Admission fees	10,000	By Salary	24,000
To Subscriptions	15,000	By Printing and	
To Fees from students	3,060	Stationery	1,250
		By Telephone	
		charges	500
		By Sports material	
		(1-4-13)	4,000
		By Office expenses	400
		By Balance of cash	1,910
	1,62,060		1,62,060

**Adjustments :**

1. Salary outstanding Rs. 1,000
2. Depreciation on sports materials at 20%
3. Depreciate building by Rs. 5,000
4. Outstanding subscriptions Rs. 450 and subscriptions received in advance Rs. 600
5. Admission fees to be capitalised :

**Prepare :**

- i) Income and Expenditure Account
- ii) Balance Sheet as on 31-3-2014.

Q. No. 8. Write **any two** of the following :

Marks : 2x8=16

- a) Define "Promissory Note". List its features.
- b) Functions of Accounting.
- c) Explain the rules of double entry system.

Q. No. 9. Solve **any two** of the following problems :

Marks 2x10=20

- a) Prepare the personal account of Sachin in the books of the business, 2012

December 1	Credit balance to Sachin's A/c Rs. 3,000
3	Bought goods from Sachin Rs. 2,000
8	Returned goods to Sachin Rs. 200
12	Sold goods to Sachin Rs. 1,800
20	Sachin returned goods to us Rs. 50
31	Paid Sachin in full settlement Rs. 3,000

- b) How do you treat the following ?

- i) Capital Fund
- ii) Legacies
- iii) Entrance fees
- iv) Subscriptions



- v) Donations
- vi) Life membership fees
- vii) Govt. grants
- viii) Sale of old newspaper
- ix) Endowment fund
- x) Purchase of sports material.

c) Group the following accounts into personal, real and nominal account.

Capital a/c

Ramesh a/c

Building a/c

Friends Club a/c

Furniture a/c

Advertisement a/c

Salary a/c

Purchase a/c

Drawings a/c

Sales a/c

Machinery a/c

Investment a/c



2

0232

**Second Semester 5 Year B.B.A.L.L.B. Examination, June/July 2019**  
**FINANCIAL ACCOUNTING (Old/New)**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. 9 and **any five** of the remaining questions.
  2. Q. No. 9 carries **20** marks and **remaining** questions carry **16** marks **each**.
  3. Answer should be written in **English**.
  4. **Use** simple calculator.

Q. No. 1. Give the meaning of accounting concepts and accounting conventions. Explain six concepts and four conventions. Marks : 16

Q. No. 2. Journalise the following transactions : Marks : 16

March 1 <sup>st</sup>	Started business with	80,000
	Out of which paid into bank	20,000
March 5 <sup>th</sup>	Bought goods of Ram Chand	12,000
March 5 <sup>th</sup>	Bought goods from Ramesh & Co.	10,000
March 7 <sup>th</sup>	Sold goods to Rajesh	8,000
March 7 <sup>th</sup>	Sold goods to Mahesh Chand	10,000
March 10 <sup>th</sup>	Received cheque from Rajesh	6,800
	Discount allowed	200
March 12 <sup>th</sup>	Paid into Bank	8,000
March 14 <sup>th</sup>	Paid to Ramesh and Co.	9,000
	Discount received	200
March 17 <sup>th</sup>	Sold goods to Jagdish	7,200
March 17 <sup>th</sup>	Sold goods to Rajesh	2,600
March 17 <sup>th</sup>	Sold goods to Mahesh Chand	6,500
March 21 <sup>st</sup>	Payment received by cheque from Jagdish	5,200

P.T.O.



March 25 <sup>th</sup>	Paid to Ram Chand by cheque	6,800
	Discount	200
March 26 <sup>th</sup>	Mahesh Chand returned goods not upto the sample	2,000
March 28 <sup>th</sup>	Bought goods for cash	15,000
March 31 <sup>st</sup>	Paid wages in cash	1,000
March 31 <sup>st</sup>	Paid office expenses in cash	5,000
March 31 <sup>st</sup>	Paid salaries for the month	12,500

Q. No. 3. Enter the following transactions in a three-column cash book. Marks : 16

**2013**

- Jan. 1 Commenced business with cash Rs. 30,000
- Jan. 2 Paid into bank current a/c Rs. 20,000
- Jan. 3 Received cheque from Kulwant Rai on account Rs. 1,000
- Jan. 7 Paid Kulwant Rai's cheque into bank Rs. 1,000
- Jan. 10 Paid Sharan by cheque Rs. 1,980 and received discount Rs. 20
- Jan. 11 Received cheque from Wasim Rs. 970 and allowed him discount Rs. 30
- Jan. 15 Sold goods for cash Rs. 2,000
- Jan. 17 Cash deposited into bank Rs. 3,000
- Jan. 19 Purchased a motor car by cheque Rs. 6,500
- Jan. 20 Purchased goods by cheque Rs. 1,500
- Jan. 22 Paid J. Traders in cash Rs. 2,000 and received discount Rs. 100
- Jan. 29 Withdrew from Bank for office use Rs. 500
- Jan. 30 Purchased furniture by cheque Rs. 1,200
- Jan. 30 Cheque received from Sham endorsed to Ram Rs. 5,000



Q. No. 4. Journalise the following transactions :

Marks : 16

- a) Our acceptance to Anand for Rs. 2,000 renewed for 3 months at 20% p.a. interest.
- b) Abdul's acceptance to us for Rs. 3,000 renewed by receiving cash Rs. 1,100 (Rs. 100 being interest) and a new bill for the balance.
- c) Our promissory note to Avinash for Rs. 3,000 renewed for 2 months by paying cash Rs. 1,000 and accepting new bill for Rs. 2,100, Rs. 100 being interest.
- d) Ganpathi's acceptance for Rs. 1,600 which we had sent to the bank for collection, returned dishonored. Bank paid Rs. 20 as noting charges.

Q. No. 5. What do you mean by Bills of Exchange ? Explain.

Marks : 16

Q. No. 6. From the following balances of S & Co., prepare trading and profit and loss a/c for the year ended 31<sup>st</sup> Dec., 2008 and balance sheet on that date :

Marks : 16

Particulars	Rs.	Particulars	Rs.
Drawings	1,700	Rent	450
Plant and machinery	12,000	Misc. expenses	150
Horse and carts	2,600	Bad debts	500
Debtors	3,600	Carriage inwards	160
Purchases	2,000	Creditors	2,000
Wages	800	Sales	4,200
Cash at bank	2,600	Interest	1,350
Salaries	800	Commission	1,600
Repairs	190	Capital	20,000
Opening stock	1,600		

**Adjustments :**

- 1) Closing stock Rs. 1,600
- 2) Depreciate plant and machinery 10%, horse and carts 15%.
- 3) Allowed interest on capital at 5% p.a.
- 4) Rs. 150 is due for wages.
- 5) Paid rent Rs. 150 in advance.
- 6) Accrued interest Rs. 150.
- 7) Commission received in advance Rs. 200.
- 8) Interest on drawings Rs. 100.
- 9) Further Bad debts Rs. 200.

Q. No. 7. From the following particulars of Public Library, prepare the income and expenditure account for the year ending 31-3-2011 and the balance sheet as at 1-4-2010 and also as at 31-3 2011.

Marks : 16

**The following are ledger balances as at 31-3-2010**

Capital fund	?
Buildings	50,000
Investments	10,000
Outstanding creditors for expenses	1,000
Library books	18,000
Furniture	8,000
Outstanding subscriptions	1,500
Lecture Hall rent receivable	500
Cash	3,000

**Receipts and Payments account for the year ending 31-3-2011**

To balance c/d	3,000	By salary	5,500
To entrance fees	2,000	By municipal taxes	800
To subscriptions	15,000	By insurance	500
To sale of furniture	200	By O/s creditors	
		for last year paid	1,000
To sale of old newspapers	100	By library books	4,000
To rent of lecture hall	2,500	By repairs	300
To proceeds from lecturers	1,200	By furniture	6,000
To interest on investments	1,000	By office expenses	1,800
		By subscription to periodicals	600
		by Bal c/d	4,500
	<b>25,000</b>		<b>25,000</b>



**Adjustments :**

- 1) Rs. 2,500 were outstanding by way of subscriptions and Rs. 1,000 towards rent of lecture hall.
- 2) Rs. 2,000 were received in advance towards subscriptions for next year.
- 3) Entrance fees are to be capitalised.
- 4) A sum of Rs. 100 was prepaid towards insurance.
- 5) Depreciate building at 5%, library books and furniture at 10%, such depreciation is to be calculated on the opening balance of the respective assets.

Q. No. 8. Answer **any two** of the following : Marks : (8×2=16)

- a) Difference between Trial Balance and Balance Sheet.
- b) Classification of accounts and debit and credit rules.
- c) Difference between Single entry system and Double entry system.

Q. No. 9. Solve **any two** of the following problems : Marks : (2×10=20)

- a) From the following receipt and payments for the year ending March 31, 2015 of Negi's Club, prepare income and expenditure account.

**Receipts and payments a/c for the year ending March 31, 2015.**

Receipts	Amt.	Payments	Amt.
Bank balance c/d	25,000	Purchase of	
Subscriptions :		Furniture (1-7-14)	5,000
2014 1,500		Salaries	2,000
2015 10,000		Telephone expenses	300
2016 500	12,000	Electricity charges	600
Donation	2,000	Postage and stationery	150
Hall rent	300	Purchase of books	2,500
Interest on Bank		Entertainment	
Deposits	450	Expenses	900
Entrance fees	1,000	Purchase of 5%	8,000
		Govt. papers (1-7-14)	
		Misc. expenses	600
		Balance c/d :	
		Cash	300
		Bank	20,400
	40,750		40,750

**Adjustments :**

- 1) Salaries outstanding – Rs. 1,500
- 2) Entertainment expenses outstanding – Rs. 500
- 3) Bank Interest receivable – Rs. 150
- 4) Subscriptions accrued – Rs. 400
- 5) 50% of entrance fees to be capitalised
- 6) Furniture is to be depreciated at 10% p.a.

## b) Prepare a Trial Balance from the following :

Capital	40,000
Debtors	37,900
Bank deposits	13,750
Bad debts received	1,250
Discount allowed	200
Creditors	6,250
Drawings	3,000
Returns outwards	1,750
Bank overdraft	7,850
Returns inwards	2,250
Rent	1,750
Sales	73,450
Bills payable	6,750
Salaries	4,250
Trade expenses	1,500
Cash in hand	1,050
Opening stock (1-4-2010)	12,250
Purchases	59,400



c) How do you treat the following in final accounts of non-trading concerns :

- 1) Legacies
- 2) Subscriptions
- 3) Government grants
- 4) Sale of old furniture
- 5) Prize fund donations
- 6) Endowment fund receipts
- 7) Interest on prize fund investments
- 8) Sale of old newspapers
- 9) Sale of old sports materials
- 10) Locker rent.

Q. No. 2. Journalize the following.

Date	Particulars	Amount
March 1 <sup>st</sup>	Started business with cash	₹ 40,000
March 5 <sup>th</sup>	Out of stock paid to bank	₹ 20,000
March 20 <sup>th</sup>	Bought goods from Ramchand	₹ 100,000
March 25 <sup>th</sup>	Bought goods from Ramchand	₹ 100,000
March 27 <sup>th</sup>	Sold goods to Rajesh	₹ 8,000
March 28 <sup>th</sup>	Sold goods to Mahesh Chand	₹ 10,000
March 30 <sup>th</sup>	Received cheque from Rajesh	₹ 8,200
	Expense allowed	₹ 200
March 31 <sup>st</sup>	Paid into bank	₹ 8,000
March 31 <sup>st</sup>	Paid to Ramchand and Co.	₹ 9,000
	Discount received	₹ 200
March 31 <sup>st</sup>	Sold goods to Jagdish	₹ 7,200
March 31 <sup>st</sup>	Sold goods to Rajesh	₹ 2,800
March 31 <sup>st</sup>	Sent goods to Mahesh Chand	₹ 6,500
March 31 <sup>st</sup>	Expenses received by cheque from Jagdish	₹ 5,200

P.T.O.



0232

**Second Semester 5 Year B.B.A. LL.B. (New/Old) Examination, December 2018**  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. **9** and **any five** of the remaining questions.
  2. Q. No. **9** carries **20** marks and remaining questions carry **16** marks **each**.
  3. Answer should be written in **English**.
  4. **Use** simple calculator.

Q. No. 1. Journalise the following transactions in the books of Mr. Sachin. Marks : 16

2012

October

- 01 Started business with cash Rs. 75,000, Goods Rs. 25,000 and Furniture worth Rs. 75,000.
- 02 Deposited into the Bank of Baroda Rs. 25,000.
- 04 Purchased goods for cash Rs. 28,000 from Girish and Rs. 20,000 from Harish on credit.
- 06 Sold goods for cash Rs. 30,000 and on credit to Suresh Rs. 20,000.
- 10 Paid postage Rs. 1,000.
- 13 Bought machinery from Wipro Ltd. for Rs. 20,000.
- 14 Drew for office use Rs. 10,000.
- 18 Suresh paid us Rs. 19,500 in full settlement of his account of Rs. 20,000.
- 22 We paid to Harish Rs. 19,900 in full settlement of our account Rs. 20,000.
- 30 Advanced loan to Srinath Rs. 20,000.
- 31 Paid electricity charges Rs. 1,000.

P.T.O.



Q. No. 2. Post the following transactions into the ledger and balance them.

Marks : 16

2012

June

- 01 Business started with cash Rs. 2,00,000
- 08 Opened a bank account with Syndicate Bank Rs. 80,000
- 12 Goods purchased on credit from M/s Gulmohar Fashion House Rs. 30,000
- 15 Purchased office machine and paid by cheque Rs. 20,000
- 18 Rent paid by cheque Rs. 5,000
- 20 Sale of goods to M/s Mohith Brothers on credit Rs. 10,000
- 22 Cash sales Rs. 15,000
- 25 Cash paid to M/S Gulmohar Fashion Rs. 30,000
- 28 Received a cheque from M/s Mohith Brothers Rs. 10,000
- 30 Salary paid in cash Rs. 6,000.

Q. No. 3. Enter the following transactions in the proper subsidiary books for the month of March 2018 in the Janapriya Traders.

Marks : 16

- March 1 Purchased 100 units from Nandish Dept. Stores at Rs. 2,500 per unit
- 2 Sold 40 units to Rahim at Rs. 190 per unit
- 6 Bought goods of Rs. 10,000 from Anmal Traders at 20% discount
- 11 Returned 10 defective units to Nandish Dept. Stores
- 14 Sold to Keerthi Stores Rs. 5,000 on credit at 10% discount
- 15 Placed an order with Lalkrishna for 75 units at Rs. 50 per unit



- 16 Lalkrishna accepted the order and supplied the goods
- 18 Rahim returned 5 damaged units.
- 20 Sold 20 units for Rs. 15,000 to Uday on account at 10% trade discount
- 22 Purchased goods from Bharath Traders Rs. 9,000
- 24 Abhijith sold us 30 units at Rs. 450 per unit
- 25 Sold to Thirupathy and Co. Rs. 7,000 on account
- 27 Uday returned 4 defective units
- 27 Sold to Varada suppliers Rs. 4,000 on account
- 30 Sent a debit note to Bharath Traders for over charge of Rs. 1,500
- 31 Varada suppliers returned defective goods of Rs. 1,000.

Q. No. 4. Record the following transaction in three column cash book and balance it.

Marks : 16

2012 August

- 01 Cash balance Rs. 15,000
- Bank balance Rs. 10,000
- 03 Paid Insurance premium by cheque Rs. 4,200
- 08 Cash sales Rs. 22,000
- 09 Payment for cash purchases Rs. 21,000
- 14 Withdrawn from bank for personal use Rs. 6,000
- 16 Withdrawn from bank for office use Rs. 14,500
- 20 Received cheque from John in full settlement for Rs. 10,800 and deposited the same into bank Rs. 10,700



- 23 Received cash from Michael Rs. 6,850 and discount allowed Rs. 150
- 25 Cheque received from Kumar Rs. 4,500
- 28 Cheque received from Kumar deposited into bank
- 31 Cheque deposited on August 28<sup>th</sup> dishonoured and returned from the bank Rs. 4,500
- 31 Rent paid by cheque Rs. 4,000.

Q. No. 5. On 1<sup>st</sup> July 2018, Baseer bought goods from Abdul for Rs. 15,000 and accepted two bills settlement, one for 8,000 due after 3 months and the other Rs. 7,000 due after 4 months. The first bill was met on the due date. The second bill was discounted on 4<sup>th</sup> August 2018 at 12% per annum. On the due date, the second bill was dishonoured and Abdul paid the amount due to the bank including noting charges Rs. 600. Pass journal entries in the books of Abdul and Baseer.

Marks : 16

Q. No. 6. Briefly explain accounting concepts and accounting conventions.

Marks : 16

Q. No. 7. From the following balances, prepare Trading and Profit and Loss Account and Balance Sheet as on March 31, 2018.

Marks : 16

Particulars	Amount (Rs.)	Amount (Rs.)
Drawings and capital	6,000	1,50,000
Cash at bank	14,000	—
Bills receivable	2,000	—
Land and building	43,000	—
Furniture	5,000	—
Discount allowed	4,000	—



Discount received	—	3,000
Bank charges	500	—
Salaries	6,500	—
Purchases and sales	2,00,000	2,82,000
Stock (Opening)	60,000	—
Sales returns and purchases returns	2,000	1,000
Provision for bad debts	—	4,000
Carriage	5,000	—
Rent and Taxes	7,500	—
General expenses	3,500	—
Plant and Machinery	31,000	—
Book debts and creditors	82,000	20,000
Loans	—	15,000
Bad debts	1,000	—
Insurance	2,000	—
	<b>4,75,000</b>	<b>4,75,000</b>

**Adjustments :**

- 1) Closing stock Rs. 70,000
- 2) Create a provision for bad and doubtful debts at 10% on book debts (Debtors)
- 3) Insurance prepaid for Rs. 500
- 4) Rent outstanding Rs. 1,500
- 5) Interest on loan is due at 6% per annum.



Q. No. 8. Write short note on **any two** of the following : Marks :  $8 \times 2 = 16$

- (a) Difference between single entry and double entry system.
- (b) Accounting standards.
- (c) Difference between journal and ledger.

Q. No. 9. Answer **any two** of the following : Marks :  $10 \times 2 = 20$

- (a) Difference between Receipts and Payments a/c and Income and Expenditure a/c.
- (b) Classify the following into Personal, Real and Nominal Accounts.

Sharath's a/c

Building a/c

Sales a/c

Debtors' a/c

Rent payable a/c

Life Insurance Company a/c

Vehicle a/c

Goodwill a/c

Sharada Vidya Mandira a/c

Salary a/c



- (c) From the following information of a Citizens Club, prepare the Receipts and Payments Account for the year ending 31-3-2018

Cash in hand on 01-04-2018 Rs. 1,000

Entrance fees received Rs. 1,000

Subscriptions received Rs. 75,000

Rent paid Rs. 9,000

Paid for printing and stationery Rs. 5,000

Newspaper and periodicals Rs. 5,800

Electricity charges Rs. 400

Furniture purchased Rs. 10,000

Sale of old newspapers Rs. 500

Life membership fees Rs. 2,000.



0232

**Second Semester 5 Year B.B.A.,LL.B. Examination, June/July 2018**  
**FINANCIAL ACCOUNTING (Old and New Batch)**

Duration : 3 Hours

Max. Marks : 100

**Instructions :** 1. Answer Q. No. 9 and **any five** of the remaining questions.

2. Q. No. 9 carries **20** marks and remaining questions carry **16** marks each.

3. Answer should be written in **English**.

4. **Use** simple calculator.

Q. No. 1. Define accounting. Explain the objectives and functions of accounting.

Marks : 16

Q. No. 2. Journalise the following transactions.

Marks : 16

**2017**

June 1 Raju commenced business with the following :

	Rs.
Cash	15,000
Goods	3,000

June 2 Karnataka State Government gave him loan  
Rs. 12,000

June 3 Bought goods from Anand Rs. 800 and paid him half of the amount in cash.

June 5 Sold goods to Ashok Rs. 900 and he paid us Cash Rs. 200

June 5 Paid for cash Purchases Rs. 300

June 6 Paid for repairs to Machinery Rs. 40, for advertisement Rs. 60 and for carriage Rs. 20

June 7 Bought furniture and paid by cheque Rs. 90

June 8 Returned goods to Anand Rs. 130

June 9 Ashok returns us goods Rs. 140

June 10 Withdrawn cash from office for personal use Rs. 100

June 11 Withdrawn from Bank for domestic purpose Rs. 200

June 12 Withdrawn from Bank for office use Rs. 300

June 13 Paid by cheque Salary Rs. 700 and office rent Rs. 150

P.T.O.



- Q. No. 3. Prepare Rajaram's account in the ledger of Jayaram and Jayaram's account in the ledger of Rajaram from the following transactions :

Marks : 16

2011

- Mar. 1 Jayaram sold goods to Rajaram Rs. 6,000  
Mar. 6 Rajaram paid cash to Jayaram Rs. 4,000  
Mar. 14 Rajaram returned goods to Jayaram Rs. 2,000  
Mar. 20 Jayaram bought goods from Rajaram Rs. 2,500  
Mar. 24 Jayaram paid cash to Rajaram Rs. 1,000  
Mar. 28 Jayaram returned goods to Rajaram Rs. 100.

- Q. No. 4. Enter the following transactions in the cash book with discount, cash and bank columns and balance the same on 30-9-1999.

Marks : 16

1999

- Sept. 1 Balance of cash on hand ₹ 400 and bank overdraft ₹ 5,000.  
Sept. 4 Introduced cash ₹ 10,000 as further capital of which ₹ 5,000 were deposited into bank  
Sept. 5 Sold goods for cash ₹ 3,000  
Sept. 6 Collected from X ₹ 8,000 by cheque and allowed him discount of ₹ 200 (cheque deposited into bank)  
Sept. 10 Purchased goods for ₹ 2,000 cash and by cheque ₹ 3,000.  
Sept. 11 Paid ₹ 2,500 by cheque to Y and discount allowed by him ₹ 300  
Sept. 12 Paid commission to an agent ₹ 500  
Sept. 15 Purchased office furniture for cash ₹ 2,000  
Sept. 16 Paid rent ₹ 100  
Sept. 16 Drew a cheque for personal use ₹ 1,000  
Sept. 18 Cash sales ₹ 5,000  
Sept. 20 Collected from Y ₹ 4,000 in cash and deposited the same into bank the next day.  
Sept. 23 Dividend received by cheque ₹ 100 and deposited into bank.  
Sept. 28 Paid office salaries by cheque ₹ 2,000  
Sept. 29 Deposited cash into bank ₹ 7,000



- Q. No. 5. Ramesh sells goods to laxman ₹ 3,000 on credit. He draws two bills on laxman; the first one for ₹ 1,000 and the second for ₹ 2,000. Laxman accepts both the bills and returns them to Ramesh. The first bill is sent for collection to bank and the second one is discounted for ₹ 1,900. On the due date both the bills are met by Laxman.

Pass journal entries in the books of both the parties.

Marks : 16

- Q. No. 6. From the following trial balance, prepare a trading and profit and loss account and Balance Sheet after taking into account the adjustments given here under.

Marks : 16

**Trial balance as at 31-3-2011**

	(Dr.)	(Cr.)
Shivanand's capital		40,000
Shivanand's Drawings	9,000	—
Investments	10,000	—
Interest on the above	—	900
Opening stock : 1-4-2010	14,000	—
Sales	—	96,500
Purchases	65,000	—
Carriage	1,400	—
Returns Inwards	1,500	—
Sundry Debtors	10,300	—
Sundry Creditors	—	8,000
Bills Payable	—	6,600
Bills Receivable	5,000	—
Salaries	7,000	—
Wages	4,000	—
Machinery and Plant	12,000	—
Furniture and Fittings	4,000	—
Trade Expenses	700	—
Rent, Taxes and Insurance	2,300	—



Discount	200	—
Cash in Hand	600	—
Cash at Bank	4,600	—
Bad Debts	400	—
	<b>1,52,000</b>	<b>1,52,000</b>

**Adjustments :**

- 1) Write off further ₹ 300 as Bad Debts from Sundry Debtors and 5% is to be provided for Doubtful Debts.
- 2) ₹ 200 for rent and ₹ 500 for Salaries were outstanding.
- 3) Insurance unexpired amounted to ₹ 400
- 4) ₹ 100 have accrued due in respect of Interest on Investments.
- 5) Write off depreciation at 5% on Machinery and Plant, 10% on Furniture and Fittings.
- 6) Stock as on 31-3-2011 was valued at ₹ 18,400

Q. No. 7. From the following particulars of Jai Hind Sports Club, prepare the income and expenditure account for the year ending 31-3-2011 and the Balance Sheet as on that date.

Marks : 16

**Balance Sheet as at 31-3-2010**

Capital Fund	49,000	Building	20,000
Outstanding Salary	500	Furniture	4,000
Income and Expenditure		Sports Equipments	16,000
Account	3,000	Investments	10,000
		Outstanding	
		Subscriptions	1,000
		Cash in Hand	1,500
	<b>52,500</b>		<b>52,500</b>

Cash transactions for the year ending 31-3-2011 :

Subscription Received :

2009 – 2010	1,000	
2010 – 2011	15,600	
2011 – 2012	2,400	19,000



Sundry Expenses Paid :

2010 – 2011	6,000	
2011 – 2012	<u>2,000</u>	8,000
Salary Paid		7,500
Interest on Investments		1,000
Rent Received		3,000
Sports Equipments Purchased		4,000
Sports Expenses		2,000
Entrance Fees Received		2,000
Tournament Fund Donations		2,500
Tournament Expenses		1,500

**Adjustments :**

- 1) Subscriptions outstanding as at 31-3-2011 Rs. 400
- 2) Salary outstanding at the end of the year Rs. 1,200
- 3) Rent earned but not received ₹ 500
- 4) Depreciate sports equipments by ₹ 2,000, furniture by ₹ 1,000 and buildings at 5%.
- 5) Half of the entrance fees are to be capitalised.

Q. No. 8. Write **any two** of the following :

Marks : 2×8=16

- (a) Advantages of Subsidiary Books.
- (b) Distinction between Receipts and Payments Account and Income and Expenditure Account.
- (c) Advantages and disadvantages of Double Entry System.

Q. No. 9. Solve **any two** of the following problems :

Marks : 2×10=20

- (a) Enter the following transactions in the subsidiary books.

**2011**

- |         |  |
|---------|--|
| April 1 | Purchased from R. Raju, Vijayapur 10 quintals of Jawar at Rs. 100 per quintal      |
| April 3 | Bought from Sham & Co. Shivamogga 20 quintals of small rice at Rs. 300 per quintal |



- April 6 Sold to S. Shankar, Gadag 4 quintals of small rice at Rs. 325 per quintal
- April 8 Purchased from Baburao 10 quintals of big rice at Rs. 200 per quintal
- April 10 Sold to B. Babu Bagalkot 2 quintals of small rice at Rs. 300 per quintal
- April 21 Bought of Govind, Gulbarga goods Rs. 10,000 at 20% Trade Discount.
- April 25 Sold to M. Madhu, Mysore 3 quintals of Jawar at Rs. 150 per quintal
- April 30 Sold to Murthy & Co. Bangalore goods Rs. 12,000 at 10% Trade Discount

- (b) Prepare a Trading and Profit and Loss account for the year ending 31-12-2010 from the following ledger balances.

The stock as on 31-12 -2010 was valued at Rs. 16,000

Stock on 1-1-2010	10,000	Returns Outwards	1,000
Purchases	81,000	Returns Inwards	2,000
Sales	1,22,000	Carriage Inwards	4,000
Wages	6,000	Carriage Outwards	2,500
Salaries	9,000	Printing Charges	200
Rent	3,600	Discount(Dr.)	300
Interest (Cr.)	500	Travelling Expenses	350
Insurance	400	Sundry Expenses	150

- (c) Prepare a Trial balance from the following Information :

Capital	50,000
Drawings	10,000
Opening Stock	20,000
Purchases	90,000
Sales	1,40,000
Purchase Returns	1,000
Sales Returns	2,000
Sundry Debtors	30,000
Sundry Creditors	20,000
Bills Receivable	6,000



-7-

Bills Payable	5,000
Machinery	25,000
Furniture	4,000
Discount Earned	1,000
Discount Allowed	1,500
Salary	12,000
Rent	3,000
Wages	8,000
Cash in Hand	500
Cash at Bank	5,000



0232

**5 Year B.B.A. LL.B. II Semester (New/Old)**  
**Examination, December 2017**  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Question No. **9** and **any five** of remaining questions.
  2. Q. No. **9** carries **20** marks and the remaining questions carries **16** marks **each**.
  3. Answer should be written in **English only**.
  4. Simple calculators may be **used**.

Q. No. 1. What are the Accounting concepts and conventions ? Explain any six concepts and four conventions. Marks : 16

Q. No. 2. Journalise the following transactions in the books of Chethan and post them in to Respective ledger. Marks : 16

2017

April 1 Commenced business with Cash Rs. 2,00,000

April 3 Purchased computer for cash Rs. 6,000

April 4 Goods purchased for cash Rs. 50,000

April 6 Stationery purchased Rs. 2,000

April 9 Purchased goods from Sathish Rs. 20,000

April 11 Sold goods for cash Rs. 50,000

April 12 Chethan withdrew cash for personal use Rs. 2,000

April 14 Paid cash to Sathish Rs. 10,000

April 20 Salary paid to clerk Rs. 5,000

April 30 Rent paid to owner Rs. 3,500

April 30 Commission Received Rs. 1,000

P.T.O.



- Q. No. 3. Prepare Suresh's Account in the Books of Ramesh and Ramesh's Account in the Books of Suresh from the following transactions.

Marks : 16

October  
2017

- 1 Opening debt of Ramesh to Suresh Rs. 30,000
- 2 Ramesh purchased goods from Suresh Rs. 20,000
- 3 Suresh purchased goods from Ramesh Rs. 5,000
- 4 Ramesh paid cash to Suresh Rs. 40,000
- 5 Ramesh returned goods to Suresh worth Rs. 1,500
- 6 Suresh returned goods to Ramesh worth Rs. 3,000
- 8 Ramesh sent a cheque for the balance amount in full settlement of Suresh Account

- Q. No. 4. Enter the following transactions in a three-column cash book of Mr. Venkatesh.

Marks : 16

2017

- June 1 Balance of cash in hand Rs. 15,600 and at bank Rs. 18,200
- June 2 Received from Karthik Rs. 16,500 and allowed him a discount of Rs. 500
- June 3 Paid in to bank Rs. 12,000
- June 5 Received for cash sales Rs. 15,000 and by cheque Rs. 5,000
- June 8 Paid to Ganesh Rs. 6,300 in full settlement of his Bill Rs. 7,000
- June 9 goods purchased for Rs. 12,000 and paid by cheque
- June 13 Withdrew from bank for office use Rs. 600
- June 14 Telephone charges paid by cash Rs. 1,500
- June 15 Vinod directly paid into our bank Account Rs. 1,800
- June 20 Withdrew cash for personal use Rs. 1,500
- June 21 Goods purchased for cash Rs. 7,000
- June 22 Goods sold for cash Rs. 10,000 and paid into bank on same day.



- June 25 Paid Salary by cheque Rs. 3,000  
June 28 Received from Nagraj Rs. 9,800 in full settlement of his A/c Rs. 10,000  
June 30 Paid rent by cash Rs. 4,000  
June 30 Received commission Rs. 1,000

Q. No. 5. Enter the following transactions in the appropriate subsidiary books.

Marks : 16

2017

- March 1 Purchased from Kishore Co. Mysore 200 meters of Silk cloth at Rs. 20 per meter, 500 pieces of shirting at Rs. 60/ piece
- March 4 Sold to Lavanya of Shimoga 500 meters of Silk cloth at Rs. 40 per meter, 200 pieces of Shirting at Rs. 70 per piece.
- March 6 Purchased from Mohan of Mysore 150 piece of stitching materials at Rs. 200 per piece. 200 piece of Jeans pants at Rs. 100/piece
- March 10 Purchased from Mangala Traders Hasan 150 meters of Table cloth at Rs. 160/ Piece at discount of 10%
- March 12 Sold to Rajendra of Bangalore 300 pieces of sarees at Rs. 600 per saree at a discount of 5% 100 pieces of shirting at 100/piece
- March 20 Bought from Jayanthilal Tumkur on credit 100 pieces of woolen cloth at Rs. 160 per piece 200 blankets at 400 each
- March 21 Sold to Sunil of Hubli on credit 20 pieces of wollen cloth at Rs. 250/piece, 150 blankets at Rs. 300 per blanket



March 25 Sold to Sohan 150 pieces of clothing at Rs. 100 per piece. 50 pieces of shirts at 200 per shirt 100 towels at Rs. 75 each

March 30 Purchased from Meenakshi stores, Hasan for cash 50 pairs of garments at Rs. 200 each.

March 31 Purchased printer from eastern electronics for Rs. 25,000 for cash.

Q. No. 6. Prepare Final A/c from the following Trial Balance and Adjustments for the year ended 31-3-2017

Marks : 16

**Adjustments :**

- 1 Value of closing stock as on 31-3-2017 Rs. 1,80,000
- 2 Outstanding salary Rs. 16,800
- 3 Outstanding wages Rs. 9,000
- 4 Write-off Rs. 4,000 as Bad Debts
- 5 Provide Reserve for bad debts at 5%
- 6 Prepaid wages Rs. 1,400
- 7 Depreciate plant and machinery by 10%

**Trial Balance**

Particulars	Dr. Rs.	Particulars	Cr. Rs.
Stock 1-4-2016	1,20,000	Capital	1,40,000
Drawings	44,000	Bill payable	1,00,000
Debtors	1,84,000	Bank loan	30,000
Plant	40,000	Creditors	90,000
Interest	860	Sales	5,00,000



Rates, taxes	13,840	Purchase returns	5,200
Wages	22,400		
Salaries	74,000		
Return inwards	10,800		
Purchases	3,00,000		
Trade Exp.	5,580		
Bad debts	1,600		
Premises	24,000		
Furniture	20,000		
Cash	4,120		
	<b>8,65,200</b>		<b>8,65,200</b>

Q. No. 7. Following is the Receipts and Payment Account of Sports Club for the year ended 31-3-2017

Marks : 16

**Receipts and Payments A/c**

Receipts	Rs.	Payments	Rs.
To Bal. B/d	16,000	By Salaries	2,000
" Subscription	80,000	" Wages	1,500
" Entrance fee	10,000	" Investments	8,500
" Sale of Newspaper	2,000	" Furniture	4,000
" Sale of old sports materials	4,000	" Sports material	40,000
" Rent	14,000	" Magazines	4,000
		" Sports exp.	10,000
		" Bal. c/d	56,000
	<b>1,26,000</b>		<b>1,26,000</b>

**Other information :**

- 1) Subscription outstanding on 31-3-2016 is Rs. 10,000 and on 31-3-2017 Rs.14,000
- 2) 50% of entrance fee is to be capitalised
- 3) Salary outstanding on 31-3-2016 is Rs. 1,000 and on 31-3-2017 is Rs. 2,000
- 4) Rent received in Advance Rs. 2,000
- 5) Depreciate furniture at 10% P.A.
- 6) On 1-4-2016 the club had library Books worth Rs. 20,000 furniture Rs. 30,000 and sports materials Rs. 1,00,000

Prepare opening Balance Sheet as on 1-4-2017 Income and Expenditure Account for the year 31-3-2017 and a Balance Sheet as on that date.

Q. No. 8. Write short notes or solve **any two** of the following. Marks : 2×8=16

- A) Mr. Rakesh drew a bill on Umesh on 1-1-2017 for 3 months for Rs. 20,000. The same was accepted by Umesh. Rakesh discounted the bill for Rs. 19,500, before the due date Umesh Requested Rakesh to Renew the bill for 1 month for Rs. 21,000. Which was agreed by Rakesh ?

Pass journal Entries in the books of Rakesh and Umesh.

- B) What is Final Accounts ? Discuss the important elements of Final Accounts along with the proforma of elements i.e. Trading A/c, Profit & Loss A/c and Balance Sheet.

- C) Write short notes on Indian Accounting Standards.

Q. No. 9. Answer **any two** of the following. Marks : 2×10=20

- A) Group the following Accounts in to personal, real, and nominal account.

Capital A/c

Ramesh A/c



Building A/c  
Friends club A/c  
Furniture A/c  
Advertisement A/c  
Salary A/c  
Purchase A/c  
Drawing A/c  
Sales A/c  
Machinery A/c  
Investment A/c.

B) Prepare Income and Expenditure A/c from the following for the year ended 31-3-2017.

Receipts	Rs.	Payments	Rs.
To Bal. B/d	8,000	By salaries	3,500
" Subscription	40,000	" Investments	2,500
" Entrance fee	5,000	" Furniture	2,000
" Sale of news paper	1,000	" Sports materials	20,000
" Sale of old sports materials	2,000	" Magazines	7,000
" Rent	7,000	" Balance c/d	28,000
	63,000		63,000

C) What do you mean by accounting standards ? Explain any ten accounting standards issued by Institute of Chartered Accountants of India.



0232

**Second Semester 5 Years B.B.A.L.L.B. Examination, June/July 2017**  
**FINANCIAL ACCOUNTING**  
**(Old and New Batch)**

Duration : 3 Hours

Max. Marks : 100

- Instructions:** 1. Answer Q. No. 9 and **any five** of the **remaining** questions.  
2. Q. No. 9 carries **20** marks and **remaining** questions carries **16** marks **each**.  
3. Answer should be written in **English**.  
4. **Use** simple **calculator**.

Q. No. 1. Define Accounting. Explain the Accounting concepts and conventions in detail.

Marks : 16

Q. No. 2. Journalise the following transactions :  
2015

Marks : 16

- May 1 Depreciation charged on furniture ₹ 2,000  
" 2 Rent due, but not paid ₹ 1,500  
" 3 Goods given as charity ₹ 750  
" 4 Bad debts, written off ₹ 500  
" 5 Bad debts recovered ₹ 250  
" 6 Goods distributed as samples ₹ 800  
" 7 Goods withdrawn by the proprietor for his personal use ₹ 900  
" 20 Loss of goods by fire ₹ 400  
" 25 Loss of cash by theft ₹ 1,000  
" 26 Drew for personal use ₹ 600  
" 27 Purchased a motor car in exchange for goods ₹ 2,000  
cheque ₹ 3,000  
" 29 Interest on capital ₹ 300  
" 30 Interest on drawings ₹ 250

P.T.O.



Q. No. 3. Enter the following transactions in the subsidiary books of Soundarya Saree Shop.  
2014

Marks : 16

- Aug. 1 Purchased from Pathi Silk Kendra  
100 printed sarees at ₹ 250 each
- " 5 Purchased from NSR and company  
200 Kanchi sarees at ₹ 1,000 each
- " 7 Sold to Kumar on account  
50 Printed sarees at ₹ 300 each  
100 Kanchi sarees at ₹ 1,250 each
- " 8 Claimed for damages from Pathi  
Silk Kendra ₹ 500
- " 9 Returned damaged goods to NSR and Company  
5 Kanchi sarees
- " 12 Purchased from Sudarshan Silks  
150 Mysore Silk at ₹ 250 each  
100 Handloom sarees at ₹ 750 each  
Less trade discount at 10%
- " 15 Sold to Kala on account  
20 printed sarees at ₹ 300 each  
25 Kanchi sarees at ₹ 1,300 each  
20 Mysore silk sarees at ₹ 300 each  
Less trade discount at 5%
- " 20 Sold to Kusum sarees  
40 Handloom sarees at ₹ 1,000 each
- " 21 Kumar returned  
10 printed sarees  
20 Kanchi sarees
- " 25 Returned to Sudarshan's Silk  
25 Mysore Silk
- " 27 Returned from Kusum sarees  
10 Handloom sarees
- " 30 Purchased from Nandi Silk  
400 Nandhi brand sarees at ₹ 500 each



Q. No. 4. Enter the following transactions in a three-column cash book. Marks : 16  
2014

- April 1 Balance of cash in hand ₹ 18,000 and at bank ₹ 32,000  
" 2 Paid Vinod by cheque ₹ 9,500 in full settlement of his account for ₹ 9,600  
" 4 Bought goods for cash ₹ 800 and for cheque ₹ 3,000  
" 6 Drew cash for office use ₹ 3,000  
" 7 Paid wages in cash ₹ 2,500  
" 8 Paid Manjunath ₹ 1,200 by cheque  
" 10 Sold goods for cash ₹ 8,000  
" 12 Received cheque from Mr. Lokesh ₹ 3,200 in full settlement of his account for ₹ 3,250. Deposited Lokesh's cheque into the bank  
" 15 Lokesh's cheque was returned dishonoured  
" 20 Paid ₹ 9,200 into Bank  
" 24 Paid Henry ₹ 1,750 in full settlement of his account for ₹ 5,900  
" 30 Discounted a bill of exchange of ₹ 1,000 at 2% through Bank  
" 31 Transferred from fixed deposit account to current account ₹ 5,000

Q. No. 5. From the following Trial Balance, prepare the Trading and Profit and Loss Account and Balance Sheet as on 31<sup>st</sup> March 2015. Marks : 16

	Debit (₹)	Credit (₹)
Nayak's Capital		40,000
Nayak's Drawings	8,000	
Machinery	20,000	
Buildings	32,000	
Debtors	10,000	
Trade Expenses	300	
Stock 1-4-2014	8,000	
Salary	4,000	
Rent for 11 months	2,200	



Bad debts	500	
Discount	460	560
Returns	760	1,600
Sales		78,000
Purchases	40,000	
Commission		260
Furniture	2,000	
Provision for Doubtful Debts		800
Wages	7,000	
Carriage inward	500	
Overdraft		3,000
Creditors		12,000
Cash	500	
	<b>1,36,220</b>	<b>1,36,220</b>

#### Adjustments :

- 1) Allow interest on capital and drawings at 5% and 4% respectively.
- 2) Depreciation on machinery and furniture at 10% and 5% respectively.
- 3) Salary is prepaid to the extent of ₹ 100.
- 4) One month's rent is outstanding.
- 5) Interest on overdraft outstanding ₹ 450.
- 6) Provide 6% of sundry debtors for doubtful debts.
- 7) Value closing stock at ₹ 25,000.

Q. No. 6. On 1<sup>st</sup> July, 2014, Vinod bought goods from Manjunath for ₹ 15,000 and accepted two bills in settlement, one for ₹ 8,000 due after 3 months and the other for ₹ 7,000 due after 4 months. The first bill was met on the due date. The second bill was discounted on 4<sup>th</sup> August 2014 at 12% p.a. On the due date, the second bill was dishonoured and Manjunath paid the amount due to the bank including noting charges of ₹ 600.

Pass journal entries in the books of Manjunath and Vinod.

Marks : 16



Q. No. 7. Following is the receipts and payments account of Star Sports Club for the year ended 31-12-2014.

Marks : 16

Receipts		₹ Payments		₹
To Cash in hand		By Rent and Taxes		8,610
(1-1-2014)	6,120	" Salaries		9,400
" Cash at Bank		" Light charges		420
(1-1-2014)	8,000	" General expenses		1,250
" Entrance fees	5,520	" Office expenses		4,500
" Subscriptions	22,000	" Sports materials		3,120
" Donations	10,600	" Investments		14,000
" Interest	420	" Cash at Bank		
" Receipt from		(31-12-2014)		6,180
entertainment	820	" Cash in hand		
		(31-12-2014)		6,000
	<b>53,480</b>			<b>53,480</b>

On 1-1-2014 the Club had sports materials worth ₹ 30,000 and furniture worth ₹ 5,800.

#### Adjustments :

- 1) Subscriptions O/S were ₹ 600 for the year 2013 and ₹ 700 for the year 2014.
- 2) The O/S rent was ₹ 1,800 for the year 2013 and ₹ 1,800 for the year 2014.
- 3) Write off depreciation ₹ 500 from furniture and ₹ 3,000 from sports materials.
- 4) Entrance fees and donations to be capitalised.
- 5) Following were the outstanding expenses :  
Salaries ₹ 1,500, Light charges ₹ 200.

#### Prepare :

- 1) Balance Sheet as on 1-1-2014.
- 2) Income and Expenditure Account for the year ended 31<sup>st</sup> Dec. 2014.
- 3) Balance Sheet as on 31<sup>st</sup> Dec. 2014.



Q. No. 8. Write **any two** of the following : (2×8=16)

- Explain the rules of double entry system.
- What do you mean by bills of exchange and explain its types.
- Explain the difference between capital expenditure and revenue expenditure.

Q. No. 9. Solve **any two** of the following problems : (2×10=20)

- Asha sold goods worth ₹ 20,000 to Mamatha on credit on 1<sup>st</sup> July 2014. She drew a 3 months bill on Mamatha on the same day for ₹ 20,000. Mamatha accepted it and sent back to Asha. On receiving the bill Asha discounted it with her banker for ₹ 19,600. But on the due date Mamatha could not honour the bill. Noting charges incurred by bank were ₹ 1,000.

Pass Journal Entries in book of Asha and Mamatha.

- Journalise the following transactions :

**2014**

May 1 Rajesh commenced business with cash ₹ 5,000

" 3 Paid into Bank ₹ 2,000

" 4 Bought office furniture for cash ₹ 500

" 5 Sold goods to Murthy on credit ₹ 400

" 6 Bought goods from Narayan on credit ₹ 500

" 7 Paid rent to Landlord ₹ 300

" 8 Withdrew cash from office for personal use ₹ 200

" 9 Advanced Govinda ₹ 1,000 as loan

" 10 Received loan from Anand ₹ 2,000

" 11 Interest on capital ₹ 100

- From the following particulars, prepare a Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March, 2014.

**Particulars**

**₹**

Opening Stock 5,000

Purchase (Cash) 10,000

Credit Purchase 20,000



Purchase Returns	2,000
Sales (Cash)	30,000
Sales (Credit)	40,000
Returns from customers	1,000
Sales tax	4,000
Salaries	10,000
Rent and Taxes	5,000
Insurance	4,000
Trade Expenses	500
Advertisement	1,000
Maintenance expenses	2,000
Commission (Dr.)	50
Interest on bank balance	500
Discount received	200
Wages	10,000

**Adjustments :**

- 1) Closing Stock ₹ 8,000
- 2) Unpaid rent ₹ 1,000
- 3) Prepaid insurance ₹ 200
- 4) Write off bad debts ₹ 500
- 5) Depreciate furniture by ₹ 100
- 6) Allow interest on capital ₹ 500
- 7) Charge interest on drawings ₹ 300