



6004/7004

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

Duration : 3 Hours

Max. Marks : 80

Instructions : 1. Answer all five Units.

2. One essay type question and short note/problem is compulsory from each Unit.
3. Figures to the right indicate marks.
4. Answer should be written in English Only.
5. Use simple calculator Only.

**UNIT - I**

Q. No. 1. a) What is double entry system of Book Keeping ? Explain its advantages and disadvantages. Marks : 10

OR

Q. No. 1. a) Discuss the advantages and limitations of Accounting. Marks : 10

Q. No. 1. b) Explain in brief about Marks : 6

- i) Money Measurement Concept
- ii) Dual aspect concept
- iii) Matching concept

OR

Q. No. 1. b) Write a short note on GAAP. Marks : 6

**UNIT - II**

Q. No. 2. a) Journalise the following transactions in the books of Mr. Harishankar Marks : 10

2024

- Jan. 1 Commenced business with cash ₹ 2,00,000 and Bank loan ₹ 50,000
- Jan. 4 Goods Purchased from Srinivas for ₹ 20,000

P.T.O.



- Jan. 8 Cash sales ₹ 15,000  
 Jan. 11 Cash deposited into Bank ₹ 8,000  
 Jan. 12 Cheque given to Srinivas for ₹ 5,000  
 Jan. 18 Goods sold to Ameer for ₹ 20,000  
 Jan. 22 Cheque received from Ameer and deposited immediately into bank for ₹ 19,500 in full settlement  
 Jan. 23 Paid salary to Accountant for ₹ 800  
 Jan. 28 Paid Interest on loan ₹ 5,000

OR

- Q. No. 2. a) Enter the following transactions in three column cash book

Marks : 10

2023

- Nov. 1 Cash in hand ₹ 28,000  
 Bank overdraft ₹ 12,000  
 Nov. 3 Goods sold to Lakshmi for ₹ 30,000  
 Nov. 5 Cash purchases ₹ 10,000  
 Nov. 7 Received cheque from Lakshmi for ₹ 20,000  
 Nov. 10 Drew cash of ₹ 500 for personal use  
 Nov. 18 Lakshmi's cheque deposited into bank  
 Nov. 22 Paid rent by cheque ₹ 1,000  
 Nov. 24 Commission received for ₹ 4,000

- Q. No. 2. b) State the objectives of subsidiary books.

Marks : 6

OR

- Q. No. 2. b) From the following ledger balances, prepare trial balance of Mr. Gokul as at 31/03/2022

Marks : 6

- Drawings A/c ₹ 20,000  
 Purchases A/c ₹ 1,00,000



**Receipts and Payments A/c for the year ended 31/12/1994**

Receipts	₹	Payments	₹
To Balance b/d	8,000	By Sundry expense	
To Subscriptions			
1993	1,600	1993	4,000
1994	17,600	1994	6,000
1995	2,800	By Staff salary	4,400
To Entrance fee	400	By Subscription	
To Rent	4,000	to news paper	2,000
To Sale of old news paper	4,000	By Refreshment expense	4,000
To Receipts from refreshments	6,000	By Investment	10,000
		By Bank loan	8,000
		By Balance c/d	6,000
	<b>44,400</b>		<b>44,400</b>

**Adjustments :**

- 1) Outstanding subscriptions ₹ 1,000
- 2) Staff salary outstanding ₹ 400
- 3) Depreciate building by 10%
- 4) 50% of entrance fees capitalised
- 5) Interest on bank loan accrued but not paid ₹ 2,400.

OR

Q. No. 4. a) What is Non Profit organisation ? Explain the final accounts of Non-profit organisation with the format. Marks : 10

Q. No. 4. b) Explain the objectives of Non profit organisations. Marks : 6

OR

Q. No. 4. b) Distinguish between capital expenditure and revenue expenditure with examples. Marks : 6





Stock	22,000	
Furniture and fittings	70,000	
Bank loan		20,000
	<b>2,92,000</b>	<b>2,92,000</b>

**Adjustments :**

- 1) Stock as on 31/03/2021 ₹ 12,000
- 2) Depreciate furniture at 10%
- 3) Provide bad and doubtful debts at 10% p.a.
- 4) Wages due ₹ 500
- 5) Interest on Bank loan payable ₹ 1,000

Q. No. 3. b) State the advantages and dis-advantages of final accounts. Marks : 6

OR

Q. No. 3. b) Prepare a balance sheet showing atleast six items with imaginary figures.

Marks : 6

**UNIT – IV**

Q. No. 4. a) From the following particulars of Bangalore club, prepare income and expenditure A/c for the year ending 31/12/94 and the balance sheet as on the date.

Marks : 10

**Balance Sheet as on 31/12/93**

Liabilities	₹	Assets	₹
Capital fund	51,000	Land and	
Subscriptions received in advance	1,000	Building	64,000
		Outstanding subscription	1,600
		Rent receivable	400
Outstanding sundry expense	4,000	Furniture	12,000
Bank loan	20,000	Cash	8,000
	<b>86,000</b>		<b>86,000</b>

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Return inwards	700
Commission received	3,600
Rent, Rates and Taxes	9,500
Investment	20,000
Land	70,000
Machinery	30,000

**Adjustments :**

- 1) Stock as on 31/03/2023 ₹ 12,000
- 2) Wages due ₹ 300
- 3) Write off ₹ 800 as bad debt and create 10% provision for doubtful debt.
- 4) Commission received in advance ₹ 1,000.

OR

Q. No. 3. a) Prepare final accounts of Mr. Devraj for the year ended 31/03/2021 from the following trial balance.

Marks : 10

Particulars	Debit (₹)	Credit (₹)
Debtors and Creditors	20,000	22,000
Capital		1,44,000
Purchase and sales	99,000	1,05,000
Returns	2,000	1,000
Wages	10,000	
Office expenses	12,000	
Postage and stamps	2,000	
Printing and stationery	3,000	
Bad debt	2,000	
Plant and Machinery	40,000	
Cash in hand	10,000	



Sales A/c	₹ 2,21,000
Opening stock A/c	₹ 22,000
Sales returns A/c	₹ 500
Salaries and wages A/c	₹ 30,000
Bad debt A/c	₹ 5,000
Loss by theft A/c	₹ 500
Land and Building A/c	₹ 2,80,000
Capital A/c	₹ 2,00,000
Creditors A/c	₹ 40,000
Carriage outwards A/c	₹ 3,000

## UNIT - III

Q. No. 3. a) Prepare final accounts of Mr. Raj as at 31/03/2023 from the following trial balance.

Marks : 10

Particulars	Amount (₹)
Drawings	20,000
Capital	1,70,000
Purchase	80,000
Sales	1,10,000
Wages	12,000
Salary	22,000
Advertisement	9,000
Travelling expenses	11,500
Bad debt	500
Debtors	17,000
Creditors	22,600
Bills Receivable	9,000
Bills payable	5,000





UNIT - V

Q. No. 5. a) What is computerised accounting ? Distinguish between Manual accounting and computerised accounting.

Marks : 10

OR

Q. No. 5. a) State the merits and demerits of computerised accounting.

Marks : 10

Q. No. 5. b) State any six factors to be considered before implementation of computerised accounting.

Marks : 6

OR

Q. No. 5. b) Write a short note on Tally accounting softwares.

Marks : 6



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I Semester 5 Year B.B.A., LL.B./B.Com. LL.B. (Even Sem.)  
Examination, August /September 2024  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer all five Units.
  2. Question (a) carries 10 marks and (b) carries 6 marks each.
  3. Answers should be written in English completely.
  4. Figures to right indicate marks.
  5. Use simple calculator.

**UNIT – I**

- Q. No. 1. a) Define Accounting. Explain the functions of Accounting. Marks:10  
OR  
Q. No. 1. a) What is double entry system of book-keeping ? Explain the merits and demerits of double entry system of book-keeping. Marks:10  
Q. No. 1. b) Write a note on accounting cycle. Marks : 6  
OR  
Q. No. 1. b) Explain any 2 accounting concept. Marks : 6

**UNIT – II**

- Q. No. 2. a) Journalise the following transactions 2023. Marks : 10  
Jan. 1 Commenced business with cash ₹ 10,000  
Jan. 3 Deposited into bank ₹ 5,000  
Jan. 5 Purchased goods for cash ₹ 3,000  
Jan. 7 Withdrew from Bank ₹ 4,500

P.T.O.





- Jan. 8 Purchased goods from A on credit ₹ 2,500  
 Jan. 10 Paid salaries ₹ 1,000  
 Jan. 11 Cash withdrawn from the business for personal use ₹ 300  
 Jan. 13 Sold goods to Mr. B on credit ₹ 4,500  
 Jan. 14 Received commission ₹ 200  
 Jan. 28 Paid rent ₹ 1,000.

OR

- Q. No. 2. a) Show how the following transactions would be recorded in a three column Cash Book.

Marks : 10

2010

- Mar. 1 Cash in hand ₹ 200 and at Bank ₹ 8,000  
 Mar. 2 Received for cash sales ₹ 2,000  
 Mar. 4 Paid for cash purchases ₹ 1,600  
 Mar. 6 Paid Das and Co. by cheque ₹ 800 in full settlement of ₹ 850  
 Mar. 8 Received cheque from Keshav ₹ 670 in full settlement of ₹ 700  
 Mar. 9 Paid into Bank the above cheque  
 Mar. 12 Purchased office furniture for cash ₹ 500  
 Mar. 14 Drew a cheque for office use ₹ 900  
 Mar. 15 Paid cash for advertisement ₹ 200  
 Mar. 31 Drew a cheque for personal use ₹ 600

- Q. No. 2. b) What is ledger ? Explain features of Ledger.

Marks : 6

OR

- Q. No. 2. b) What is Trial Balance ? Show the format of Trial Balance with 12 imaginary figures.

Marks : 6



UNIT – III

- Q. No. 3. a) From the following Trial Balance of a trader, prepare trading and Profit and loss account for the year ended 31-12-2007 and balance sheet as on that date.

Marks : 10

	₹	₹
Capital	—	20,000
Drawings	1,700	—
Machinery	12,000	—
Scooter	2,600	—
Debtors and creditors	3,600	2,600
Purchases and sales	2,000	4,200
Wages	800	—
Cash	2,600	—
Salaries	800	—
Repairs	190	—
Stock as on 1-1-2007	1,600	—
Rent	450	—
Manufacturing expenses	150	—
Bills payable	—	2,350
Bad debts	500	—
Carriage	160	—
	29,150	29,150

**Adjustments :**

- Closing stock as on 31-12-2007 ₹ 1,600.
- Depreciate machinery by 10% and scooter by 15%.
- ₹ 150 are due for wages.
- Paid rent ₹ 50 in advance.

OR



Q. No. 3. a) From the following Trial Balance and the adjustments given below. Prepare the final accounts of Mr. Sunil.

Marks : 10

**Trial Balance as at 31-12-2010**

S.No.	Name of the accounts	Dr. ₹	Cr. ₹
1	Capital	—	56,000
2	Drawings	6,000	—
3	Purchases	30,000	—
4	Sales	—	65,000
5	Stock on 1-1-2010	24,000	—
6	Machinery	16,000	—
7	Buildings	40,000	—
8	Wages	4,000	—
9	Cash	2,000	—
10	Cash at Bank	4,600	—
11	B/R	7,000	—
12	Debtors	17,000	—
13	B/P	—	10,000
14	Creditors	—	28,000
15	Insurance	1,450	—
16	General expenses	3,200	—
17	Salary	3,400	—
18	Commission	1,350	—
19	Interest	—	1,000
	<b>Total</b>	<b>1,60,000</b>	<b>1,60,000</b>

**Adjustments :**

- 1) Closing stock ₹ 20,000.
- 2) Depreciate Building by 5% p.a.





Q. No. 3. b) Discuss the need for preparing the financial statements of a business entity.

Marks : 6

OR

Q. No. 3. b) From the following particulars, prepare Balance sheet as on 31-12-2010:

Marks : 6

	₹		₹
Capital	55,000	Drawings	15,000
B/R	8,000	B/P	10,000
Sundry creditors	20,000	Sundry Debtors	14,000
Plant and Machinery	12,000	Furniture	6,000
Investments	4,000	Land	50,000
Cash in hand	1,000	Cash at Bank	3,000
Net profit	30,000	Closing stock	2,000

UNIT – IV

Q. No. 4. a) Receipts and Payments a/c for the year ended 31-12-2022 was as follows :

Marks : 10

Receipts	₹	Payments	₹
To Endowment fund receipts	20,000	By Tournament expenses	7,600
To Donations	40,000	By Furniture	12,800
To Tournament fund	10,000	By Sports equipment	25,400
To Life membership fees	6,000	By Function expenses :	
To Entrance fees	600	a) Honorarium	14,000
To Fees for function	24,000	b) Others	4,000



To Subscriptions	6,000	By Printing	1,000
		By Rent	2,400
		By Salaries	7,200
		By Postage	300
		By FD in Bank	30,000
		By Cash Balance	1,900
	1,06,600		1,06,600

**Adjustments :**

- 1) Expenses outstanding : Salaries ₹ 2,400, Printing ₹ 1,000.
- 2) Subscriptions due for 2022 ₹ 4,000.
- 3) Sports equipment on 31-12-2022 were valued at ₹ 20,400 and Postage stamps on hand 40.
- 4) Entrance fees and life membership fees are to be capitalised.

Prepare Income and Expenditure a/c and Balance sheet as on 31-12-2022.

OR

Q. No. 4. a) Explain difference between Receipts and Payments A/c and Income and expenditure A/c. Marks : 10

Q. No. 4. b) Short note : Marks : 6

- a) Life membership fees.
- b) Legacies.
- c) Honorarium.

OR

Q. No. 4. b) Classify the following into Capital and Revenue expenditure. Marks : 6

- a) Wages paid to workers for installation of machinery.
- b) X-ray plant purchased by a Hospital.
- c) Repair charges.
- d) Subscription to Newspaper.
- e) Amount of loan taken from bank.
- f) Installation expenses of machinery.



UNIT – V

Q. No. 5. a) Explain 5 advantages and disadvantages of computerised accounting system.

Marks : 10

OR

Q. No. 5. a) Distinguish between manual and computerised accounting system.

Marks : 10

Q. No. 5. b) Explain the features of computerised accounting system.

Marks : 6

OR

Q. No. 5. b) Write a short note on customised accounting software.

Marks : 6





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

**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

**Instructions : 1. Answer all five Units.**

**2. One essay type question and short note/problem is compulsory from each Unit.**

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

**4. Use simple calculator only.**

**UNIT – I**

Q. No. 1. (a) Define Accounting. Explain objectives and functions of Accounting.

Marks : 10

**OR**

Q. No. 1. (a) Explain any 10 Accounting Standards.

Marks : 10

Q. No. 1. (b) Distinguish between Book-keeping and Accounting.

Marks : 6

**OR**

Q. No. 1. (b) What do you mean by the term 'Assets' ? How are assets classified ? Give an example of each type of assets.

Marks : 6

**P.T.O.**



## UNIT – II

Q. No. 2. (a) Journalise the following transactions in the books of Rahul.

Marks : 10

March  
2018

- 1 Rahul started business with cash ₹ 40,000/-, cheque ₹ 60,000/- and a building valued at ₹ 5,00,000.
- 3 Purchased goods amounting to ₹ 2,00,000 out of which goods ₹ 1,80,000 were purchased on credit from Deepak.
- 5 Sold goods to Ramesh ₹ 1,60,000.
- 8 Received cheque for ₹ 1,56,000 from Ramesh in full settlement of his account.
- 10 Paid ₹ 1,78,000 to Deepak in full settlement of ₹ 1,80,000 due to him by cheque.
- 12 Paid income tax ₹ 5,000.

OR

Q. No. 2. (a) Enter the following transactions in three column cash book.

Marks : 10

- 1-1-2018 Commenced business with ₹ 10,000 in cash
- 3-1-2018 Paid into bank ₹ 7,000
- 7-1-2018 Bought furniture for ₹ 750 and paid by cheque
- 15-1-2018 Bought goods for ₹ 3,000 and paid by cheque
- 20-1-2018 Bought furniture for cash ₹ 120
- 22-1-2018 Received cash from Raj ₹ 440 and allowed him ₹ 10 as discount
- 24-1-2018 Sold goods for cash ₹ 600
- 25-1-2018 Paid Vijay ₹ 220 in settlement of his account to ₹ 240
- 26-1-2018 Paid into bank ₹ 700
- 28-1-2018 Drew cheque for salaries ₹ 380
- 31-1-2018 Drew cheque for personal use ₹ 250.



Q. No. 2. (b) Prepare a Trial Balance as on 31-3-2018 from the following ledger balances.

Marks : 6

Particulars	Amount (₹)
Capital	40,000
Drawings	2,000
Land and buildings	20,000
Stock on 1-4-2017	12,500
Machinery	5,000
Loose Tools	1,000
Furniture	1,200
Rent	1,800
Salary	1,100
Sundry debtors	2,200
Sundry creditors	1,000
Purchases	20,800
Sales	38,400
Discount received	1,750
Postage and Telegram	200
Wages	2,600
Bills receivable	2,700
Sundry expenses	800
Income tax paid	200
Cash at bank	7,050

OR

Q. No. 2. (b) Distinguish between Journal and Ledger.

Marks : 6





## UNIT – III

Q. No. 3. (a) From the following balances prepare financial statements as on 31-3-2018.

Marks : 10

## Trial Balance as on 31-3-2018

Particulars	Debit (₹)	Credit (₹)
Capital	—	60,000
Purchases and sales	35,000	74,000
Drawings	4,000	—
Returns	2,000	1,500
Carriage inwards	500	—
Rent	1,800	—
Sundry debtors	20,000	—
Creditors	—	15,000
Land and buildings	20,000	—
Opening stock (1-4-2017)	9,000	—
Wages	5,000	—
Discount	500	—
Commission	200	300
Printing and stationery	300	—
Salary	2,500	—
Loan	—	4,000
Plant and machinery	30,000	—
Furniture	10,000	—
Bad debts	1,000	—
Bills receivable	10,000	—
Bills payable	—	6,000
Provision for bad debts	—	500
Cash in hand	3,500	—
Cash at bank	6,700	—
Interest received	—	700
	<b>1,62,000</b>	<b>1,62,000</b>



**Adjustments :**

- 1) Stock on 31-3-2018 ₹ 15,000.
- 2) Prepaid rent ₹ 300.
- 3) Salary outstanding ₹ 500.
- 4) Depreciate plant and machinery at 10% and furniture at 5%.
- 5) Provide for doubtful debts on debtors at 5%.

OR

- Q. No. 3. (a) Prepare financial statements for the year ending on 31<sup>st</sup> March 2018 from the following Trial Balance and adjustments.

Marks : 10

**Trial Balance as on 31-03-2018**

Names of Accounts	Debit (₹)	Credit (₹)
Drawings and capital	15,000	50,000
Purchases and sales	40,000	70,000
Purchases returns	—	3,000
Sales returns	2,000	—
Wages	4,000	—
Salaries	8,000	—
Sundry debtors	12,000	—
Sundry creditors	—	10,000
Bills receivable	5,000	—
Bills payable	—	4,000
Furniture	15,000	—
Opening stock	13,000	—
General expenses	3,000	—
Insurance	1,000	—
Cash and Bank balance	19,000	—
	<b>1,37,000</b>	<b>1,37,000</b>

**Adjustments :**

- a) Closing stock ₹ 20,000.
- b) Insurance prepaid ₹ 200.
- c) Provide for doubtful debts @ 5%.
- d) Depreciate furniture by 10% p.a.



- Q. No. 3. (b) Show the treatment of expenses, depreciation, closing stock at the time of preparation of final accounts.

Marks : 6

OR

- Q. No. 3. (b) Why is it necessary to create provision for bad and doubtful debts ? How is it treated in final accounts ?

Marks : 6

## UNIT – IV

- Q. No. 4. (a) Explain the features of Income and Expenditure A/c and Receipts and Payments Account.

Marks : 10

OR

- Q. No. 4. (a) Tennis club of Mysore was started on 1-04-2017. Its Receipts and Payments Account for the year ending 31-03-2018 is as follows :

Marks : 10

**Receipts and Payments A/c for the year ending 31-3-2018**

	Dr.		Cr.
<b>Receipts</b>	₹	<b>Payments</b>	₹
To Endowment fund	2,00,000	By Salary	72,000
To Tournament fund	1,00,000	By Tournament expenses	76,000
To Entrance fees	6,000	By Rent	24,000
To Life membership fees	60,000	By Printing	10,000
To Donations	4,00,000	By Function expenses :	
To Subscriptions	60,000	Honorarium	1,40,000
To Fees for functions	2,40,000	Others	40,000
		By Sports equipments	2,54,000
		By Furniture	1,28,000
		By Postage	3,000
		By Fixed deposit in bank	3,00,000
		By Cash balance	19,000
	<b>10,66,000</b>		<b>10,66,000</b>





**Adjustments :**

- 1) Outstanding subscriptions ₹ 40,000.
- 2) Outstanding expenses : Salaries 24,000, Printing ₹ 10,000.
- 3) Entrance fees and life membership fees are to be capitalised.
- 4) Sports equipments on 31-3-2018 were valued at ₹ 2,04,000  
and postage stamps on hand ₹ 400.

**Prepare :**

- 1) Income and Expenditure Account.
- 2) Balance Sheet as on 31-3-2018.

Q. No. 4. (b) From the following information prepare Receipts and Payments Account of friends club, Delhi for the year ending March 31, 2019.

Marks : 6

Cash on 1-4-2018	— ₹ 440
Subscriptions	— ₹ 3,760
Donations	— ₹ 800
Entrance fees	— ₹ 430
Rent realised from club hall	— ₹ 525
Salaries and wages	— ₹ 2,150
Honorarium to secretary	— ₹ 250
Printing and stationery	— ₹ 35
Interest received on investment	— ₹ 295

OR

Q. No. 4. (b) State features of Non-Trading concerns.

Marks : 6



## UNIT – V

Q. No. 5. (a) State the major applications of computers in Accounting.

Marks : 10

OR

Q. No. 5. (a) Explain the difference between manual accounting and computerised accounting.

Marks : 10

Q. No. 5. (b) Explain the factors to be considered while selecting a particular type of accounting software.

Marks : 6

OR

Q. No. 5. (b) Explain any 6 features of computerised accounting.

Marks : 6



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First Semester 5 Year B.B.A.,LL.B./B.Com.,LL.B.

Examination, Sept./Oct. 2023 (June 2023)

**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

**Instructions :** 1. Answer all five Units.

2. One essay type question and short note/problem

is compulsory from each Unit.

3. Figures to the right indicate marks.

4. Answer should be written in English only.

5. Use simple calculator only.

**UNIT – I**

Q. No. 1. a) Define accounting standards. Discuss any four accounting standards.

Marks : 10

OR

Q. No. 1. a) Discuss the advantages of accounting and limitations of accounting.

Marks : 10

Q. No. 1. b) Write a short note on Functions of accounting.

Marks : 6

OR

Q. No. 1. b) Write a short note on Conventions of accounting.

Marks : 6

P.T.O.





## UNIT – II

Q. No. 2. a) Journalise the following transactions in the books of Ganesh.

Marks : 10

2021

- Jan. 1 Ganesh commenced business with cash ₹ 50,000
- Jan. 3 Paid into bank ₹ 10,000
- Jan. 6 Bought goods for cash ₹ 10,000
- Jan. 10 Sold goods to Mahesh on credit ₹ 4,000
- Jan. 12 Bought office furniture for cash ₹ 5,000
- Jan. 16 Paid salary to Manager ₹ 1,000
- Jan. 22 Received commission from Satish ₹ 200
- Jan. 24 Paid carriage ₹ 500
- Jan. 26 Withdrew cash from office for personal use ₹ 2,000
- Jan. 31 Paid rent to landlord ₹ 3,000.

OR

Q. No. 2. a) Prepare three column cash book from the following transactions :

Marks : 10

2021

- March 1 Balance of cash ₹ 2,000 and at bank ₹ 8,000
- March 5 Received a cheque from Mahesh for ₹ 500 and allowed him discount ₹ 10
- March 6 Drew for office use ₹ 500
- March 7 Paid into bank ₹ 500
- March 8 Paid into bank ₹ 500 the cheque received from Mahesh
- March 15 Sold goods for cash ₹ 400 and remitted the same into the bank account
- March 22 Received commission ₹ 50
- March 29 Paid Mohan by cash ₹ 120 and he allowed ₹ 5 discount
- March 31 Sent Ramesh money of ₹ 100.



Q. No. 2. b) Enter the following transactions in the purchases book of Manoj.

Marks : 6

- June 1 Bought from Anand Ltd., Dharwad ₹ 6,600 less ₹ 600 trade discount
- June 6 Bought from Aditya and Co., Hubballi ₹ 16,000 less 5% trade discount
- June 15 Bought from Suresh Ltd., Bangalore ₹ 30,000
- June 20 Bought from Satish and Co., Raichur ₹ 16,000
- June 25 Bought from Bhavesh Ltd., Mysore ₹ 20,000 less 5% trade discount
- June 30 Bought from Mangalore traders ₹ 26,000\*

OR

Q. No. 2. b) The following is the trial balance prepared by an incompetent clerk. Redraft the trial balance as on 31<sup>st</sup> Dec. 2020.

Marks : 6

	Dr. (₹)	Cr. (₹)
Bank overdraft	8,000	—
Capital account	4,00,000	—
Cash	—	4,000
Purchase returns	4,000	—
Sales returns	—	1,000
Wages	—	6,000
Bills payable	—	20,000
Bills receivable	—	45,000
Plant	—	4,60,000
Repairs to plant	—	10,000
Opening stock	11,500	—
Sales	2,60,000	—
Purchases	—	1,51,000
Debtors	—	44,000
Creditors	53,500	—
Stationery purchased	—	4,000
Loan from Prasad	9,000	—
Drawings	16,000	—
Trade expenses	—	2,000
Difference in trial balance	—	15,000
	7,62,000	7,62,000



## UNIT – III

Q. No. 3. a) Charlie's trial balance appeared as follows on 31<sup>st</sup> December 2020.

Marks : 10

	₹		₹
Capital	92,000	Cash at bank	14,534
Creditors	18,852	Bills receivable	5,844
Bills payable	6,930	Purchases	85,522
Sales	1,21,850	Carriage inwards	1,291
Provision for doubtful debts	1,320	Carriage outwards	800
Interest	340	General expenses	6,085
Buildings	70,000	Insurance	783
Motor trucks	12,000	Bad debts	613
Furniture	1,640	Audit fees	400
Debtors	15,600	Travelling expenses	325
Opening stock	15,040	Discount	620
Cash in hand	988	Sales returns	255
		Investments	8,922

Prepare the Trading and P and L A/c for the year ended 31<sup>st</sup> Dec. 2020 and Balance Sheet as on that date after considering the following :

**Adjustments :**

- 1) Stock on 31<sup>st</sup> Dec. 2020 was valued at ₹ 15,500.
- 2) Depreciation has been provided for motor trucks by 10% and furniture by 5%.
- 3) Write off further ₹ 140 as bad debts and maintain provision at 5% on debtors.
- 4) Insurance unexpired ₹ 150.
- 5) Interest on investments outstanding ₹ 120.

OR





- Q. No. 3. a) What is final accounts ? How do you treat the following adjustments in final accounts ? Marks : 10
- Depreciation.
  - Prepaid expenses.
  - Provision for bad debts.
  - Interest on capital.
  - Interest on drawings.
  - Closing stock.
  - Outstanding expenses.

- Q. No. 3. b) Distinguish between Profit and Loss A/c and Balance Sheet. Marks : 6  
OR

- Q. No. 3. b) Write a Balance Sheet with imaginary numbers atleast 12 items. Marks : 6

#### UNIT – IV

- Q. No. 4. a) The following is the Receipts and Payments Account of Mysore Literary Club for the year ended 31<sup>st</sup> Dec. 2020. Marks : 10

	₹		₹
To Balance b/d	319	By Rent and rates	168
To Subscriptions	1,600	By Wages	245
To Donations	420	By Lighting	72
To Life membership fees	250	By Lecture's fees	435
To Interest	26	By Books	213
To Proceeds from Lectures	42	By Office expenses	450
		By FD	800
		By Cash at bank	254
		By Cash in hand	20
	<b>2,657</b>		<b>2,657</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 the end of the year ₹ 45 and rent and rates outstanding at the beginning of the year amounted to ₹ 60 and at the end of the year ₹ 50.

Prepare income and expenditure account and Balance Sheet after writing ₹ 150 off books and ₹ 50 off furniture.

OR



Q. No. 4. a) Differentiate between Receipts and Payments Account and Income and Expenditure Account. Marks : 10

Q. No. 4. b) From the following ledger balances as on 31<sup>st</sup> Dec. 2019, find out the Opening Capital Fund : Marks : 6

Machinery	30,000
Building	50,000
Investments	40,000
Outstanding expenses	1,000
Outstanding subscription	500
Prepaid insurance	100
Subscription received in advance	2,000

OR

Q. No. 4. b) How do you treat the following items in the final accounts of non profit organization ? Marks : 6

- Legacy
- Honorarium
- Sale of old assets
- Wages paid for installation of machinery
- Entrance fees
- Life membership fees.



UNIT – V

Q. No. 5. a) What is computerised accounting ? Explain its features. Marks : 10

OR

Q. No. 5. a) What are the factors considered while introducing computerised accounting into a business organisation. Marks : 10

Q. No. 5. b) Explain the advantages of computerised accounting. Marks : 6

OR

Q. No. 5. b) Write a short note on any two accounting software. Marks : 6





6004/7004

**First Semester 5 Year B.B.A., LL.B./B.Com. LL.B.  
Examination, March/April 2023 (December 2022)  
FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer all five Units.
  2. Figures to right indicate marks.
  3. Answer should be written in English completely.
  4. One essay type question and short note is compulsory from each Unit.
  5. Use simple calculator.

**UNIT – I**

- Q. No. 1. a) Meaning of Accounting. Explain the 6 Concepts and 4 Conventions of Accounting. Marks : 10

OR

- Q. No. 1. a) What is double entry system of Book-keeping ? Explain its advantages and disadvantages. Marks : 10

- Q. No. 1. b) Mention the three main classes of accounts and state their rules of debit and credit. Give two examples each for all the three accounts. Marks : 6

OR

- Q. No. 1. b) Write a short note on GAAP. Marks : 6

**UNIT – II**

- Q. No. 2. a) Journalise the following transactions in the books of Anil Kumar. Marks : 10

**2012**

Jan. 1. Commenced business with cash ₹ 50,000 goods ₹ 40,000 and furniture ₹ 10,000.

Jan. 3. Paid into bank ₹ 10,000.

P.T.O.



Jan. 5. Bought goods from Vinay for cash ₹ 6,000.

Jan. 8. Sold goods to Kiran ₹ 2,000.

Jan. 14. Cash sales ₹ 2,000.

Jan. 18. Received cash from Kiran on account ₹ 2,000.

Jan. 20. Purchased goods from Vinay ₹ 10,000.

Jan. 22. Returned goods to Vinay ₹ 500.

Jan. 25. Drew from bank for personal use ₹ 1,000.

Jan. 30. Paid office rent by cheque ₹ 3,000.

OR

Q. No. 2. a) Enter the following transactions in a three column cash book.

Marks : 10

2009

Aug. 1. Cash in hand ₹ 15,000 and at Bank ₹ 20,000.

Aug. 4. Deposited cash into bank ₹ 5,000.

Aug. 9. Received a cheque from Anand ₹ 12,000 and allowed him discount ₹ 500.

Aug. 10. Paid into bank the above cheque.

Aug. 12. Cash sales ₹ 4,000.

Aug. 17. Received rent ₹ 3,000.



Aug. 19. Withdrawn from bank for personal use ₹ 1,700.

Aug. 21. Drew cash from bank for office use ₹ 2,000.

Aug. 30. Paid salary by cheque ₹ 4,500.

Aug. 31. Paid Praveen by cheque ₹ 2,500.

Q. No. 2. b) What is a ledger ? Explain need and importance of a ledger.

Marks : 6

OR

Q. No. 2. b) Enter the following transactions made by Anand in his purchases book.

Marks : 6

April. 1. Bought of Sharanappa and Bros.

Gulbarga ₹ 330 less ₹ 30 trade discount.

April. 6. Bought of Jayalaxmi and Co. Belgaum ₹ 800  
less 5% trade discount.

April. 15. Bought of Ramesh of Hubli ₹ 1,500.

April. 20. Bought of Sharanappa and Bros, Gulbarga ₹ 800.

April. 25. Bought of Babu and Sons, Bijapur ₹ 1,000 less  
10% trade discount.

April. 30. Bought of Bangalore Traders, Bangalore ₹ 1,340.





## UNIT – III

Q. No. 3. a) The following are the balances extracted from the books of Mr. Manju as on 31<sup>st</sup> Dec. 1989 :

Marks : 10

	₹		₹
Manju's Capital	30,000	Wages	15,000
Interest (Dr.)	750	Stock (1-1-1989)	4,500
Office Rent	250	Salaries	3,500
Taxes and Insurance	200	Bills payable	3,000
Machinery and Plant	10,000	Loose tools	500
Sundry Debtors	25,000	Cash on hand	400
Bills receivable	2,500	Stock of books	
Sundry creditors	15,000	and stationery	250
Bank overdraft	1,000	Office expenses	350
Business premises	28,000	Sales	48,200
Loan (Cr.)	15,000	Purchases	21,000

**Adjustments :**

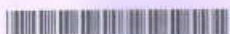
Closing stock ₹ 6,000.

Wages and salaries were outstanding ₹ 100 and ₹ 75.

Insurance prepaid ₹ 25.

Prepare the trading and profit loss account for the year ended 31-12-89 and Balance Sheet as on that date.

OR



Q. No. 3. a) Give the meaning of Final accounts of sole trading concern and prepare Balance-Sheet format with 12 imaginary figures. Marks : 10

Q. No. 3. b) Difference between Trading and Profit and Loss A/c. Marks : 6

OR

Q. No. 3. b) Write the formats of Trading and Profit and Loss A/c. Marks : 6

UNIT – IV

Q. No. 4. a) Explain the Final Accounts of Non-Profit organizations; with the help of formats. Marks : 10

OR

Q. No. 4. a) The following is the Receipts and Payments account of the Hospital at the end of the year 31-12-2007. Marks : 10

Receipts and Payments A/c for the year ended 31-12-2007.

Receipts	₹	Payments	₹
To subscriptions	20,000	By Instrument	
To Entrance fees	4,000	and Equipments	
To Endowment		(Purchased	
Fund	2,00,000	On 1-1-2007)	24,000
To Donations	40,000	By furniture	
To fees from		(Purchased	
Patients	5,000	on 1-1-2007)	12,000
To interest from		By Diet expenses	3,600
Bank	400		



To Miscellaneous

By medicines

Receipts

600

Purchased

2,400

By Salaries

10,000

By Office

expenses

7,000

By Govt.

Securities

2,00,000

(Investment of

Endowment fund)

By Balance C/d

Cash

1,000

Bank

10,000

11,000

2,70,000

2,70,000

**Adjustments :**

- 1) Donations are to be capitalised.
- 2) Outstanding subscriptions for 2007 ₹ 4,000.
- 3) Subscriptions received in advance for 2008 ₹ 2,000.
- 4) Office expenses outstanding ₹ 1,000.
- 5) Depreciate instruments and equipments at 20% and furniture at 10%.
- 6) Stock of medicines as on 31-12-2007 ₹ 400.

You are required to prepare the Income and Expenditure account for the year ending 31-12-2007 and Balance Sheet as on that date.





Q. No. 4. b) Features of Non-trading concerns.

Marks : 6

OR

Q. No. 4. b) Write a short note on :

Marks : 6

Entrance fees.

Donations

Legacies.

UNIT – V

Q. No. 5. a) Write down the merits and demerits of computerised accounting.

Marks : 10

OR

Q. No. 5. a) Give the meaning of computerised accounting system and explain its features.

Marks : 10

Q. No. 5. b) Tally accounting software.

Marks : 6

OR

Q. No. 5. b) Factors to be considered while introducing computerised accounting.

Marks : 6



6004/7004

I Semester 5 Year B.B.A., LL.B./B.Com. LL.B.  
Examination, April/May 2022 (Dec. 2021)  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer all five Units.
  2. One essay type question and short note/problems is compulsory from each Unit.
  3. Figures to the right indicate marks.
  4. Answer should be written in English completely.

**UNIT – I**

Q. No. 1. a) What are accounting concepts ? Explain. Marks : 10

OR

Q. No. 1. a) What is double entry system of accounting ? What are its advantages and disadvantages. Marks : 10

Q. No. 1. b) Write a short note on :  
Branches of Accounting. Marks : 6

OR

Q. No. 1. b) Differences between Book-keeping and Accounting. Marks : 6

**UNIT – II**

Q. No. 2. a) Journalise the following transactions in the books of Vivek. Marks : 10

Dec. 1 Vivek started his business with the following :

	₹
Cash in hand	15,000
Cash at Bank	35,000
Goods in hand	30,000
Furniture	20,000
Buildings	10,000

P.T.O.



Dec. 5	Loan taken from Bank	50,000
Dec. 8	Cash sales paid into Bank	20,000
Dec. 10	Withdrew from Bank for petty cash	1,000
Dec. 12	Bought goods from Sachin on account	20,000
Dec. 15	Received a cheque from Rajesh to be credited to Satish	5,000
Dec. 18	Bank allowed interest on Deposits	200
Dec. 21	Furniture costing ₹ 3,000 was destroyed by fire.	
Dec. 28	Cash sales paid into Bank ₹ 20,000	
Dec. 31	Paid postage ₹ 100	

OR

Q. No. 2. a) Enter the following transactions in a three column cash book.

Marks : 10

**2021**

Jan. 1	Commenced business with ₹ 7,000 in cash
Jan. 2	Paid into Bank ₹ 6,500
Jan. 7	Bought furniture for ₹ 750 and paid by cheque
Jan. 15	Bought goods for ₹ 3,000 and paid by cheque
Jan. 20	Bought furniture for cash ₹ 120
Jan. 22	Received from Ravi cash of ₹ 440 and allowed him ₹ 10 as discount.
Jan. 24	Sold goods for cash ₹ 1,000
Jan. 25	Paid Rajan ₹ 220 in settlement of his account of ₹ 240
Jan. 26	Paid into Bank ₹ 700
Jan. 30	Drew cheque for salaries ₹ 380
Jan. 31	Drew cheque for personal use ₹ 250.





Q. No. 2. b) Enter the following transactions in the sales returns book. Marks : 6

2020

- July 1 Rajesh and Co. returned goods worth ₹ 1,000  
July 10 Allowance granted to Madan for breakage ₹ 500  
July 18 Allowance granted to Chander for overcharge ₹ 300  
July 25 Sohan and Co. returned goods worth ₹ 200  
July 31 Allowance granted to Rohan and Co. ₹ 250.

OR

Q. No. 2. b) Following is the Trial balance as on 31-12-2021 prepared by an incompetent accountant.

Marks : 6

You are required to rewrite in its correct form :

Particulars	Dr. (₹)	Cr. (₹)
Capital	24,000	—
Stock on 1-1-2021	8,500	—
Furniture	2,600	—
Purchases	—	8,950
Cash at Bank	7,300	—
Carriage	300	—
Sales	—	22,500
Buildings	12,000	—
Returns Inwards	—	1,900
Trade Expenses	1,000	—
Return outwards	350	—
Discount received	970	—
Office Rent	—	2,270
Salary	3,000	—
	60,020	35,620



## UNIT – III

- Q. No. 3. a) From the following Trial Balance of Roshan, prepare the Trading Profit and Loss A/c for the year ended 31<sup>st</sup> Dec. 2020 and the Balance Sheet as on that date after taking into account the adjustments given below :

Marks : 10

Trial Balance as on 31<sup>st</sup> Dec. 2020

	Dr. (₹)	Cr. (₹)
Roshan's capital		29,000
" Drawings	760	
Purchases and sales	8,900	15,000
Sales returns and purchase returns	280	450
Stock (1-1-2020)	1,200	
Wages	800	
Building	22,000	
Freight and Carriage	2,000	
Trade expenses	200	
Advertisement	240	
Interest		350
Tax and Insurance	130	
Debtors and creditors	6,500	1,200
Bills Receivable and Bills payable	1,500	700
Cash at Bank	1,200	
Cash in Hand	190	
Salaries	800	
	46,700	46,700



**Adjustments :**

- (i) Stock on 31<sup>st</sup> Dec. 2020 was valued at ₹ 1,500.
- (ii) Insurance was prepaid to the extent of ₹ 40.
- (iii) Outstanding liabilities were :  
Salaries ₹ 200, Taxes ₹ 130.
- (iv) Depreciate Building at 2% P.a.

OR

Q. No. 3. a) Following is the Trial Balance of Prakash as on 31<sup>st</sup> March 2019. Prepare a Trading and P&L A/c and Balance Sheet as on that date after making necessary adjustments.

Marks : 10

**Trial Balance as on 31<sup>st</sup> March 2019**

	Dr. (₹)	Cr. (₹)
Opening stock (1-4-2018)	1,500	
Purchases	25,000	
Sales		78,000
S. Debtors	6,000	
Capital Account		20,000
Drawings Account	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	
S. Creditors		6,600
Provision for Bad and Doubtful Debts		1,400
Bad Debts	300	
Furniture	3,500	
Cash Balance	500	
	1,11,000	1,11,000



**Adjustments :**

- (i) Closing stock as on 31<sup>st</sup> March 2019 ₹ 1,200.
- (ii) Accrued expenses :  
Wages ₹ 400,  
Rent ₹ 50
- (iii) Provision for bad and doubtful debts should be maintained at 15% on debtors.
- (iv) Provision for depreciation at 10% on plant and machinery and 8% on Land and Buildings.

Q. No. 3. b) What is Final Accounts ? What are the uses of final accounts of a firm ?

Marks : 6

OR

Q. No. 3. b) How do you treat the following in Final Accounts ?

Marks : 6

- (a) Interest on Capital.
- (b) Drawings.
- (c) Interest on Drawing.
- (d) Outstanding wages.
- (e) Prepaid Expenses.
- (f) Depreciation.

**UNIT – IV**

Q. No. 4. a) From the following information relating to Anand cricket club, prepare an Income and Expenditure Account for the year ending 31<sup>st</sup> March 2019 and a Balance Sheet as on that date.

The secretary of the club gives the following record for cash transactions for your use.

Marks : 10

	₹		₹
To Subscriptions	5,000	By upkeep of ground	2,000
To Admission fee	300	By Tournament Exp.	700
To sale of old Bats	50	Rents rates and insurance	300
To rent of grounds	300	Printing and stationery	100
To Tournament subscription	1,000	Secretarys Honorarium	170
To Drawn from Bank	4,000	By Grass seeds	30
To Donations	10,000	By Bats, Balls etc.	700
		By Lodged with Bank	16,650
	<b>20,650</b>		<b>20,650</b>



Assets on 1<sup>st</sup> April 2018 were :

Cash at Bank ₹ 1,300, stock of Balls etc. ₹ 1,500, printing and stationery ₹ 200, subscriptions due ₹ 500 Liabilities on 1<sup>st</sup> April 2018 – NIL.

Donations and surplus on account of tournament should be kept on reserve for a permanent pavilion. Subscriptions due at 31<sup>st</sup> March 2018 were ₹ 750.

Write off 5% of the total value of Bats, balls etc. and 25% of printing and stationery.

OR

Q. No. 4. a) Distinguish between Receipts and Payments Account and Income and Expenditure Account. Marks : 10

Q. No. 4. b) How do you classify the following expenses into capital and revenue ? Marks : 6

- (i) Stamp duty paid at the time of purchase of land
- (ii) Cost of extension of pavilion and seating accomodation
- (iii) Amount paid for freight to bring new furniture
- (iv) Fines paid for contravening the rules
- (v) Amount spent on painting a newly constructed building
- (vi) Amount spent on purchase of electric fans.

OR

Q. No. 4. b) What is Non-trading concern ? What are the characteristics of Non-trading concern ? Marks : 6

UNIT – V

Q. No. 5. a) Explain the advantages and disadvantages of computerised Accounting. Marks : 10

OR

Q. No. 5. a) Explain the factors to be considered before the implementation of computerised accounting. Marks : 10

Q. No. 5. b) Write a short note on Tally. Marks : 6

OR

Q. No. 5. b) Write a short note on different Accounting softwares. Marks : 6



6004

**First Semester 5 Years B.B.A., LL.B. Examination, March/April 2021**  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 80

- Instructions :**
1. Answer any five Questions from group (a) each question carries 10 marks.
  2. Answer any five Questions from group (b) each question carries 06 marks.
  3. Answers should be written in English.

Q. No. 1. (a) What are the types of accounts under English system ?

Classify the following account into personal accounts, real accounts and nominal accounts.

Marks : 10

- 1) Capital A/c
- 2) Purchases A/c
- 3) Cash A/c
- 4) Salary A/c
- 5) Vehicle A/c
- 6) Infosys Ltd. A/c
- 7) Salary Payable A/c
- 8) Vishwas A/c
- 9) Commission receivable A/c
- 10) Canara Bank A/c
- 11) Building A/c
- 12) Goodwill A/c
- 13) Patent A/c

P.T.O.





14) Stationary A/c

15) Interest A/c

16) Bank charges A/c

17) Sales A/c

18) Advertisement A/c.

Q. No. 1. (b) "Accounting is the art as well as a science". Explain.

Marks : 6

Q. No. 2. (a) Distinguish "Accounting Concepts" and "Accounting Conventions".

Marks : 10

Q. No. 2. (b) Analyse the following transactions by applying the rules of debit and credit under English system of accounting.

Marks : 6

1) Commenced business with cash Rs. 50,000.

2) Bought goods from Ranga on credit Rs. 50,000.

3) Purchased furniture for cash Rs. 10,000.

4) Cash sales to Ananth Rs. 3,000.

5) Received interest of Rs. 1,000 from Abhay.

Q. No. 3. (a) Record the following transactions in three column cash book and balance it.

Marks : 10

	Details	Amount (Rs).
<b>2017 August</b>		
1	Cash balance	15,000
	Bank balance	10,000
3	Paid insurance premium by cheque	4,200
8	Cash sales	22,000
9	Payment for cash purchases	21,000
10	Cash deposited into bank	15,000
14	Withdrawn from bank for personal use	6,000





16	Withdrawn from bank for office use	14,500
23	Received cash from Michel and	6,850
	Discount allowed	150
25	Cheque received from Kumar	4,500
31	Rent paid by cheque	4,000

Q. No. 3. (b) Explain the importance of journal in accounting system. Marks : 6

Q. No. 4. (a) Journalise the following transactions in the books of Mr. Goudar. Marks : 10

Details		Amount (Rs).
2016 December		
1	Business started with cash	1,20,000
2	Opened bank account with ICICI	40,000
4	Goods purchased for cash	12,000
10	Paid cartage	500
12	Goods sold on credit to M/s Lara India	25,000
14	Cash received from M/s Lara India on A/c	10,000
16	Goods returned from M/s Lara India	3,000
18	Paid trade expenses	700
19	Goods purchased on credit from Taranum	32,000
20	Cheque received from M/s Lara India for final settlement and deposited same into bank	11,500
	Discount allowed	500
22	Goods returned to Taranum	1,500
24	Paid for stationary	1,200
26	Cheque given to Taranum on account	20,000
28	Paid rent by cheque	4,000
29	Drew cash for personal use	10,000
30	Cash sales	12,000
31	Goods sold to M/s Puspak Traders	11,000

Q. No. 4. (b) State the objectives of cash book. Marks : 6



Q. No. 5. (a) The following are the balances extracted from the books of Mr. Manju as on 31-12-1989.

Marks : 10

	Rs.		Rs.
Manju's capital	30,000	Wages	15,000
Interest (Dr.)	750	Stock (1-1-1989)	4,500
Office rent	250	Salaries	3,500
Taxes and insurance	200	Bills payable	3,000
Machinery and plant	10,000	Loose tools	500
Sundry debtors	25,000	Cash in hand	400
Bills receivables	2,500	Stock of books	250
Sundry creditors	15,000	Office expenses	350
Bank overdraft	1,000	Sales	48,200
Business premises	28,000	Purchases	21,000
Loan (Cr.)	15,000		

The stock at close was Rs. 6,000. Wages and salaries were outstanding to the extent of Rs. 100 and Rs. 75 respectively. Insurance prepaid amounted to Rs. 25.

Prepare the Final accounts for the year ending 31-12-1989.

Q. No. 5. (b) What do you mean by financial statements ?

Marks : 6

Q. No. 6. (a) From the following trial balance and the adjustments given below prepare the final account of Mr. Sunil.

Marks : 10

Sl. No.	Name of Accounts	Dr.	Cr.
1	Capital	—	56,000
2	Drawings	6,000	—
3	Purchases	30,000	—
4	Sales	—	65,000



5	Stock on 1-1-2010	24,000	-
6	Machineries	16,000	-
7	Building	40,000	-
8	Wages	4,000	-
9	Cash	2,000	-
10	Cash at bank	4,600	-
11	Bills receivable	7,000	-
12	Debtors	17,000	-
13	Bills payable	-	10,000
14	Creditors	-	28,000
15	Insurance	1,450	-
16	General expenses	3,200	-
17	Salary	3,400	-
18	Commission	1,350	-
19	Interest	-	1,000
		1,60,000	1,60,000

**Adjustments :**

- Stock on 31-12-2010 was valued at Rs. 30,000.
- Depreciate machinery at 10%.
- Allow interest on capital at 5% p.a.
- Outstanding wages Rs. 1,500.
- Prepaid insurance Rs. 450.
- Make provision for doubtful debts at 5% on debtors.

Q. No. 6. (b) State the meaning of balance sheet.

Marks : 6





Q. No. 7. (a) On 1-1-2012 Dhanpal bought goods worth of Rs. 2,000 from Bhupal and accepted a four months bill in settlement. On 1-2-2012 Bhupal bought goods worth Rs. 4,000 from Narupal and in payment he handed Narupal. Dhanpal's acceptance and paid cash Rs. 1,950. Narupal allowing Rs. 50 by way of discount. On the due date Dhanpal dishonoured his acceptance.

Pass the journal entries in the books of Bhupal, Dhanpal and Narupal.

Marks : 10

Q. No. 7. (b) Define bills of exchange. State its essentials.

Marks : 6

Q. No. 8. (a) On 1-1-2012 A draws a bill on B at 3 months for Rs. 2,000 and B draws on A a bill for a similar amount and term. Both the bills are accepted and discounted at 20% p.a. each by the respective parties. B meets his own acceptance on maturity. But A's acceptance is dishonoured A then accepts a new bill at 2 months for the amount due by him including interest Rs. 100. The new bill is duly met on the due date.

Pass the journal entries in books of both the parties.

Marks : 10

Q. No. 8. (b) Distinguish between accommodation bill and trade bill.

Marks : 6

Q. No. 9. (a) From the following information given in respect of certain items of a sports club. Show these items in the income and expenditure account and balance sheet of the club.

Marks : 10

	Rs.
Sports fund as on 1-4-2005	35,000
Sports fund investment	35,000
Interest on sports fund	4,000
Donations for sports fund	15,000





Sports prizes awarded	10,000
Expenses on sports events	4,000
General fund	80,000
General fund investments	80,000
Interest on general fund investments	8,000

Q. No. 9.(b) Write a short note on "Non-profit Organisation". Marks : 6

Q. No. 10.(a) Distinguish between "Income and Expenditure Account" and "Receipts and Payments Account". Marks : 10

Q. No. 10.(b) What is subscription ? How is it calculated ? Marks : 6

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**First Semester Five Year B.B.A.LL.B. Examination, December 2019**  
**FINANCIAL ACCOUNTING**  
**(2018 and 2019 Batch) (New)**

Duration : 3 Hours

Max. Marks : 80

**Instructions :** 1. Answer **all five** Units.2. One essay type question and short note/problems is **compulsory** from **each** Unit.3. Figures to the **right** indicate marks.4. Answers should be written in **English** only.

5. Use simple calculator only.

**UNIT – I**

Q. No. 1. (a) State the account to be debited and the account to be credited for each of the following :

Marks : 10

- a) Commenced business with Rs. 20,000
- b) Purchased goods from X Rs. 4,000 on credit
- c) Purchased goods from Y Rs. 2,000 for cash
- d) Paid cash Rs. 1,600 to X on account
- e) Returned goods worth Rs. 200 to X.
- f) Purchased furniture from Z Rs. 600 on credit
- g) Purchased machinery for cash Rs. 1,000
- h) Sold goods to A Rs. 1,800 on credit
- i) Sold goods to B Rs. 200 for cash
- j) Received cash Rs. 800 from A on account
- k) A returned good worth Rs. 100
- l) Paid salary Rs. 1,400 to accountant
- m) Paid landlord office rent Rs. 300
- n) Paid wages Rs. 160
- o) Paid for stationery purchased Rs. 40
- p) Paid advertisement charges Rs. 240
- q) Received interest on bank deposit Rs. 500

**P.T.O.**



- r) Received dividend on shares Rs. 60
- s) Received commission of Rs. 400
- t) Withdrawn cash Rs. 200 for personal expenses.

OR

(a) What do you mean by Accounting concepts and Accounting conventions ? Explain.

(b) What are the objectives of book keeping ?

Marks : 6

OR

(b) Write a short note on "Accounting Standards".

#### UNIT – II

Q. No. 2. (a) Journalise the following transaction.

Marks : 10

			(Rs.)
2016	01	Business started with i) Cash	1,50,000
	November	ii) Goods	50,000
	03	Purchased goods from Harish	30,000
	05	Sold goods for cash	12,000
	08	Purchased furniture for cash	5,000
	10	Cash paid to Harish on account	15,000
	13	Paid sundry expenses	200
	15	Cash sales	15,000
	18	Deposited into Bank	5,000
	20	Drew cash for personal use	1,000
	22	Cash paid to Harish	14,700
		in full settlement of his account	15,000
	25	Goods sold to Nitesh	7,000
	26	Cartage paid	200
	27	Rent paid	1,500
	29	Received cash from Nitesh	6800
		Discount allowed	200
	30	Salary paid	3,000

OR





- (a) Prepare Three column cash book from the following transaction of M/s Vinayaka Enterprises for the month of January 2017.

Date	Particulars	Amount (Rs.)
2017	01 Cash in hand	4,000
January	Bank overdraft	3,200
	05 Cash sales	9,000
	07 Purchased goods by cheque	2,000
	09 Purchased furniture for cash	2,200
	11 Cash paid to Mr. Rohit	2,000
	14 Deposited into bank	7,000
	16 Bank charged interest on overdraft	200
	25 Sale of goods for cheque and sent to bank immediately	3,000
	27 Rent paid by cheque	800
	28 Paid wages by cheque	500
	29 Drew cash for personal use	500
	30 Paid salary	1,000
	31 Interest collected by bank	1,700

- (b) What is cash book ? State its features.

Marks : 6

OR

- (b) What is the meaning of trial balance ? Why is it prepared ?

UNIT – III

- Q. No. 3. (a) Prepare financial statements for the year ending on 31<sup>st</sup> December 2012 from the following trial balance and adjustment.

Marks : 10

Name of the accounts	Debit (Rs.)	Credit (Rs.)
Drawings and capital	15,000	50,000
Purchases and sales	40,000	70,000
Returns	2,000	3,000
Wages	4,000	—





Salaries	8,000	—
Debtors and creditors	12,000	10,000
Bills receivable and payable	5,000	4,000
Furniture	15,000	—
Opening stock	13,000	—
General expenses	3,000	—
Insurance	1,000	—
Cash and bank balance	19,000	—
	<b>1,37,000</b>	<b>1,37,000</b>

**Adjustments :**

- Closing stock Rs. 20,000
- Insurance prepaid Rs. 200
- Provide for doubtful debts @ 5%
- Depreciate furniture by 10% p.a.

OR

- (a) From the following trial balance of Malini as on 13-12-1976 prepare final accounts.

Name of accounts	Amount (Dr.) (Rs.)	Amount (Cr.) (Rs.)
Capital account	—	1,20,000
Drawing account	15,000	
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 on 1-1-1976	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) Stock on hand on 31-12-1976 was Rs. 1,00,000
- 2) Create 5% provision for debtors
- 3) Prepaid insurance amount to Rs. 100
- 4) Commission earned but not received amounts to Rs. 500
- 5) Wages and salaries are unpaid to the extent of Rs. 1,000 and Rs. 1,500 respectively
- 6) Depreciate machinery by 5% and furniture by 10% per annum.

(b) What do you mean by bad debts and doubtful debts ?

Mark : 6

OR

(b) What is depreciation ? How it is treated in the books ?

**UNIT – IV**

Q. No. 4. (a) P draws a bill on Q for Rs. 1,000 and Q accepts the same and returns it to P who endorses it over to R. Then R endorses it to S who discounts the bill for Rs. 980 with his bankers. Before the due date Q approaches P and requests him to receive cash Rs. 500 and to draw a new bill for Rs. 550 to renew the old bill. P agrees to these proposals and also to take up the first bill on due date.

Pass the Journal entries in the books of P, Q, R and S.

Marks : 10

OR

- (a) 'A' drew a bill on 'B' for Rs. 2,000. B accepted the same and returned it to 'A' who endorsed it over to 'C' and 'C' endorsed it over to 'D'. 'D' then discounted the bill for Rs. 1,900 with his bankers. On the due date the bill was dishonoured. Noting charges incurred by the bankers amounted to Rs. 20. Pass the journal entries in the books of all the parties assuming that the bill was taken up by A on dishonour.



- (b) What do you mean by acceptance of bills and endorsement of bills ?

Marks : 6

OR

- (b) Define bills of exchange. What are the main advantages of bills of exchange ?

#### UNIT – V

- Q. No. 5. (a) From the following Receipt and Payment Account for the year ending 31-03-2015 of Nagi's Club. Prepare Income and Expenditure Account for the same period.

Marks : 10

Receipt		Amount Payment		Amount
Dr.	(Rs.)	Cr.	(Rs.)	
To Balance b/d bank	25,000	By Purchase of furniture (1-7-14)	5,000	
To Subscriptions		By Salaries	2,000	
2014 – 1,500		By Telephone expenses	300	
2015 – 10,000		By Electricity charges	600	
2016 – 500	12,000	By Postage and stationery	150	
To Donation	2,000	By Purchase of books	2,500	
To Hall rent	200	By Entertainment expenses	900	
To Interest on bank deposits	550	By Purchase of 5% Government papers (1-7-14)	8,000	
To Entrance fees	1,000	By Miscellaneous expenses	600	
		By Balance c/d :		
		Cash	300	
		Bank	20,400	
	<b>40,750</b>		<b>40,750</b>	





The following additional information is available :

- i) Salaries outstanding – Rs. 1,500
- ii) Entertainment expenses outstanding – Rs. 500
- iii) Bank interest receivable Rs. 150
- iv) Subscriptions accrued Rs. 400
- v) 50% of entrance fees is to be capitalised.
- vi) Furniture is to be depreciated at 10% p.a.

OR

- (a) Explain the basic features of Income and Expenditure account and of Receipt and Payment account.
- (b) Write a short note on Capital expenditure and Revenue expenditure.

Marks : 6

OR

- (b) Write a short note on non-profit organisation.