

Total No. of Questions : 5]

SEAT No. :

**P3810**

[Total No. of Pages : 5

**[5616]-1003**

**B.B.A. (Semester - I)**

**103 : BUSINESS ACCOUNTING  
(CBCS) (2019 Pattern)**

*Time : 3 Hours]*

*[Max. Marks :70*

*Instructions to the candidates:*

- 1) *All questions are compulsory.*
- 2) *Figures to the right indicate full marks.*
- 3) *Use of calculator is allowed.*

**Q1) A) Fill in the Blanks (Any Five) : [5]**

- a) Only \_\_\_\_\_ transactions are recorded in the books of account.
  - i) Barter
  - ii) Financial
  - iii) Credit
- b) In every transaction atleast \_\_\_\_\_ parties are involved.
  - i) three
  - ii) five
  - iii) two
- c) According to \_\_\_\_\_ concept, all transactions are recorded in terms of money.
  - i) Cost
  - ii) Money measurement
  - iii) Accrual
- d) Debit the receiver & credit the giver is the rule of \_\_\_\_\_ account.
  - i) Personal
  - ii) Real
  - iii) Nominal
- e) Return outwards appearing in trial balance are deducted from \_\_\_\_\_.
  - i) Sales
  - ii) Purchase
  - iii) Stock
- f) Goodwill is \_\_\_\_\_ Asset
  - i) Current
  - ii) An Intangible
  - iii) Tangible
- g) \_\_\_\_\_ Accounting system saves a lot of monotonous labour.
  - i) Manual
  - ii) Cash
  - iii) Computerised

**P.T.O.**

B) State with reason whether the following statements are true or false (Any five) : [5]

- a) In accounting, business is considered to be a separate entity from the business.
- b) Raw materials are normally valued at cost or market price whichever is lower.
- c) Trade discount is allowed on cash sales & credit sales also.
- d) When goods are returned to suppliers a debit note is issued.
- e) Debit balance in cash book means bank overdraft.
- f) Trial Balance is a part of Final Accounts.
- g) Computer is as accurate as the input & instructions are.

C) Give answer in one sentence (any five) : [5]

- a) What do you mean by Goodwill?
- b) What is Journal?
- c) What is Trade discount?
- d) What do you mean by Double entry system?
- e) What is Debit Note?
- f) Define Bank Reconciliation statement?
- g) What is a Trial Balance?

D) Classify the following accounts into personal, Real & Nominal Account. [5]

- |                    |                          |
|--------------------|--------------------------|
| a) SBI A/c         | b) Plant & machinery A/c |
| c) Discount A/c    | d) Patents A/c           |
| e) Goods A/c       | f) Salary A/c            |
| g) ABC Trading co. |                          |

Q2) Journalise the following transactions in the books of Anil for July 2019 [12]

Date

- 1. Purchased goods for cash ₹ 11,500
- 3. Paid electricity charges ₹ 150
- 5. Received commission ₹ 600
- 7. Sold a scooter to vaibhav ₹ 9,100
- 11. Paid transport charges ₹ 350
- 13. Purchased machinery ₹ 7,200 from Bajaj co.

15. Deposited ₹ 1,200 in State Bank of India.
17. Paid fire insurance premium to insurance company ₹ 300.
19. Received ₹ 100 from Mahesh as interest.
21. Received ₹ 1000 from Amol.
23. Sold furniture to vilas on credit of ₹ 2,500.

OR

Enter the following transactions in the cash Book with cash & Bank columns only of Manohar Enterprise, Ahmednagar & balance the same for August, 2019 [12]

Date

1. Cash in hand ₹ 8,000 & Cash at Bank ₹ 17,000.
3. Issued a cheque to the petty cashier ₹ 500.
5. Despatched goods to Prakash ₹ 850 in cash & ₹ 1,150 by cheque.
7. Received commission ₹ 700 by cheque which was deposited into Bank immediately.
8. Withdrew from Bank ₹ 400 for office exp.
10. Paid by cheque ₹ 650 for professional tax.
12. Insurance premium paid by Bank ₹ 800 debited in pass book.
15. Received cash ₹ 150 from pravin.
18. Paid into Bank cheque received on 5<sup>th</sup>
20. Bought goods from pritam ₹ 1,500 @ 20% trade discount & paid one third of the same in cash.
24. Salary paid to pravin, a factory foreman ₹ 1,200.
27. Remited to pankaj ₹ 1,300 by cheque & cash of ₹ 700 for purchase of furniture.
29. Pawan paid ₹ 600 by cheque to manohar in part payment of ₹ 620, which was deposited into Bank immediately.
30. Paid in to Bank cash in excess of ₹ 5,000.

**Q3)** From the following Trial Balance of Akshay Traders, Pune Prepare Trading and profit & loss A/c for the year ended 31<sup>st</sup> March 2019, and the Balance sheet as on that date [20]

Trial Balance  
As on 31<sup>st</sup> March 2019

Dr.		Cr.	
Particulars	Debit ₹	Particulars	Credit ₹
Opening stock	72,000	Rent	10,000
Purchases	2,20,000	Sales	5,12,000
Carriage inward	8,000	Creditors	56,600
Wages	80,000	Bank overdraft	1,40,000
Goodwill	30,000	Bills payable	23,000
Free hold land	60,000	A's capital	4,05,000
Lease hold land	1,00,000		
Building	2,20,000		
Plant & machinery	1,80,000		
Vehicles	70,000		
Furniture	20,000		
Advertising	10,000		
Salaries	38,000		
Stationery	8,300		
Office exp.	4,100		
Bank charges	100		
Carriage outward	3,700		
Cash in hand	400		
Debtors	12,000		
Int. on B.O.D.	10,000		
Total	11,46,600	Total	11,46,600

Adjustments :

- i) Lease to run for 10 years from 1<sup>st</sup> April.
- ii) Depreciate plant & machinery @ 15% p.a., vehicles @ 20% p.a. & furniture @ 10% p.a.
- iii) Stock on 31<sup>st</sup> March, 2012 is valued @ ₹ 58,000.
- iv) Outstanding wages are ₹ 3,800 & outstanding salaries are 4,500.
- v) Interest of Bank overdraft, for the last quarter of the year ₹ 4,600 is not recorded so far.
- vi) Provide 5% on debtors for doubtful debts.

**Q4)** From the following particulars, prepare a Bank Reconciliation statement of Harish from the following details as on 31<sup>st</sup> July 2019 [8]

- a) Bank Balance as per passbook as 31<sup>st</sup> July 2019 ₹ 7,500.
- b) Cheques amounting to ₹ 7,400 were deposited into the Bank, but out of these cheques of ₹ 1,700 were only collected by the Bank till 31<sup>st</sup> July 2019.
- c) Sale of shares of ITC Ltd for ₹ 3750 by the Bank was credited in pass book only.
- d) Cheques amounting to ₹ 2,800, ₹ 2,000 & ₹ 1,000 were issued to creditors but were not paid by the Bank till 31<sup>st</sup> July 2019.
- e) A cheque of ₹ 750 was deposited into Bank on 29<sup>th</sup> July 2019 & Credited by Bank, but it was not entered in cash-Book till 31<sup>st</sup> July 2019.
- f) Bank had charged ₹ 50 for other charges and ₹ 50 for commission, for which there was no entry in the cash-Book.

**Q5)** Short notes (any two) :

[10]

- a) Money measurement concept.
- b) Importance of computerised Accounting system.
- c) Credit Note
- d) Importance of Bank Reconciliation statement.

