
UTTARAKHAND OPEN UNIVERSITY, HALDWANI (NAINITAL)



Programme Name-BBA-First Semester
Programme Code-BBA -12
Course Name-Financial Accounting
Course Code-BBA103

Maximum Marks-40

Session -2014-15,Summer
Last Date of Submission: 15 January, 2015

Section-A

Section 'A' contains 08 short answer type questions of 5 marks each. Learners are required to answers 4 questions only. Answers of short answer-type questions must be restricted to 250 words approximately.

Discuss the following (1-8) –

1. Define accounting and discuss the range of activities included in it.
2. Which are the parties interested in accounting?
3. Rules of Double entry system under all the types of accounts.
4. Journalise the following transactions and post these into ledger;

2014

April 1	Capital introduced to commence business	50,000
April 2	Bank account opened and cash deposited	6,000
April 3	Loan taken from Ashok Kumar	4,000
April 5	Goods purchased from B.L.Mehta	3,000
April 6	Goods purchased for cash	1,500
April 7	Furniture purchased for cash	6,000
April 8	Goods sold for cash to Anand	6,000
April 9	Typewriter purchased for cash	3,000

5. Objectives of Bank Reconciliation Statement.
6. Difference between capital and revenue expenditure.
7. Give a specimen of Trading Account.
8. Enter the following transactions in three-columnar cash book:

2014

April 1	Balance of cash in hand Rs. 2,400, overdraft at bank Rs. 8,000
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April 3	Invested further capital Rs.10, 000 out of which Rs. 6,000 deposited in the bank.
April 4	Sold goods for cash Rs. 5,000.
April 5	Collected from debtors of last year Rs. 6,000 discount allowed to them Rs. 210.
April 9	Purchased goods for cash Rs. 5,500.
April 12	Paid Surinder Pal, our creditor, Rs.2, 500, discount allowed by him Rs. 65.
April 13	Commission paid to our agent Rs. 200
April 14	Office furniture purchased from Raman Rs. 530 , paid in cash.
April 15	Paid electricity bill Rs. 10.
April 15	Rent paid Rs. 50.
April 16	Cash Sales Rs. 2,500.
April 17	Drew cheque for personal use Rs. 700
April 18	Collection from Arun Rs. 4,000, deposited in to bank on 19 th April.
April 22	Drew from the bank for office use Rs. 500.
April 23	Interest received by cheque Rs. 230, deposited in the bank on 27 th .
April 24	Commission received by cheque Rs. 50.
April 28	Drew from the bank for office use Rs. 1,500
April 29	Paid salary to the manager by cheque Rs. 500.
April 30	Deposited cash in the bank Rs.10, 000.

Section-B

Section 'B' contains 04 long answer-type questions of 10 marks each. Learners are required to answers 02 questions only.

1. Explain any four concepts of accounting.
2. What is trial Balance? What are the objects of preparing a trial balance? Explain the various methods of preparing a trial balance.
3. The following Trial Balance is extracted from the books of Shyam Sunder. Prepare Trading and Profit and Loss Account for the year ended 31st March,2013 and a Balance sheet as on that date:

	Dr. Rs.	Cr. Rs.
Drawings	3,500	
Buildings	6,000	
Debtors and Creditors	5,000	8,000
Purchase and Sales	30,000	46,500
Sales returns and Purchases returns	350	290
Discount	710	
Insurance	300	

Cash	3,000	
Stock(1.4.2012)	1,200	
Bad Debts	500	
Bad Debts Reserve		1,500
Carriage	630	
Wages	2,770	
Machinery	20,000	
Furniture	6,000	
Salaries	3,300	
Bank Charges	200	
Bills Receivables & Bills Payable	6,000	4,000
Trade Charges & Capital	830	30,000
Total	90,290	90,290

Adjustments:

1. Depreciation- Buildings 5%, Machinery 10% p.a.
 2. Trade Expenses Rs. 250 and wages Rs. 350 have not yet been paid.
 3. Allow interest on capital at 10% p.a.
 4. Make provision for doubtful debts at 5%.
 5. Machinery included Rs. 5,000 of a machine installed on 31st December, 2013 wages include Rs. 1,000 spent on the installation of the machine.
 6. Stock on 31st March, 2014, Rs 5,000
4. What are the different methods through which depreciation can be recorded in the books of accounts?