

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)BBA DEGREE EXAMINATION DECEMBER 2024
(First Semester)Common to Branches – BUSINESS ADMINISTRATION/ BUSINESS ADMINISTRATION
(IS)/ BUSINESS ADMINISTRATION (RM)/ BUSINESS ADMINISTRATION
(LOGISTICS)FINANCIAL ACCOUNTING

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	Each transaction is first entered in the _____ (a) Ledger (c) Trail Balance (b) Journal (d) A and B	K1	CO1
	2	Which Concept indicates long period existence of a business? (a) Matching concept (b) Dual aspect concept (c) Going Concern Concept (d) None of these	K2	CO1
2	3	Cash book does not record the transactions of _____ (a) Cash nature (c) Cash and Credit nature (b) Credit nature (d) None of the above	K3	CO2
	4	Bank reconciliation statement compares a bank statement with _____ (a) Cash book (c) Cash receipt Journal (b) Financial Statement (d) Cash payment Journal	K3	CO2
3	5	How many components do Final accounts have? (a) 2 (b) 5 (c) 7 (d) 3	K5	CO3
	6	Balance Sheet is prepared to _____ (a) Know the Financial Position (c) Know the net profit (b) Know the profit or loss (d) None of the above	K5	CO3
4	7	Depreciation is a process of _____ (a) Allocation (c) Both a and b (b) Valuation (d) None of the above	K3	CO4
	8	Depreciation means _____ (a) Decrease in value (c) No change in value (b) Increase in value (d) None of the above	K4	CO4
5	9	A Bill of Exchange cannot be _____ (a) Endorsed (c) Accepted (b) Crossed (d) Both a and b	K4	CO5
	10	When the Due date of transaction falls on a public holiday the due date will be _____ (a) The same day (c) One day before that holiday (b) One day after that holiday (d) None of the above	K4	CO5

SECTION - B (35 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO
1	11.a.	Journalise the following transactions of M/s. Radha & Sons. 2020 M/s. Radha & Sons Jan 1 Business started with Rs.2,50,000 and cash deposited with bank Rs.1,50,000 3 Purchased machinery on credit from Rangan Rs.50,000 6 Bought furniture from Ramesh for cash Rs.25,000 12 Goods sold to Yeshodha Rs.22,500 13 Goods Returned by Yeshodha Rs.2,500 15 Goods sold for cash Rs.50,000 17 Bought goods for cash Rs.25,000	K1	CO1

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	(OR)			
	11.b.	What is trail balance? And it's objectives		
2	12.a.	State the features of Purchase books?	K2	CO2
	(OR)			
	12.b.	Error of Carry Forward (i) Purchases book is carried forward Rs.350 less. (ii) Sales Book total is carried forward Rs.500 more. (iii)A total of Rs.758 in the Purchases book has been carried forward Rs.875 (iv)The total of the Sales Book Rs.755 on page 20 was carried forward to page 21 as Rs.577 (v) Purchase returns book was carried forward as Rs.5,120 instead of Rs.1520		
3	13.a.	Prepare Trading Account of Archana for the year ending 31-12-2020 from the following information: Rs. Opening Stock80,000 Purchases8,60,000 Freight Inward52,000 Wages24,000 Sales14,40,000 Purchase Return10,000 Sales Return3,16,000 Closing stock1,00,000 Import duty30,000	K3	CO3
	(OR)			
	13.b.	Give the specimen of Trading Account.		
4	14.a.	On 1-1-2016 a company bought machinery costing Rs.70,000. It is estimated that its working life is 10 years, at the end of which it will fetch Rs. 10,000. Additions are made on 1-1-2017 to the value of Rs.40,000 (Residual Value Rs.4,000). More additions are made on 1-7-2018 to the value of Rs.20,000 (Breakup value Rs.2,000). The working life of both the additional machinery is 20 years. Show the Machinery account for the first four years, if depreciation is written off according to S.L. Method. The accounts are closed on 31 st December every year	K4	CO4
	(OR)			
	14.b.	Evaluate the causes of Accounting Depreciation.		
5	15.a.	On 1-4-2019, Balu draws a bill on Ravi for Rs.1600 for goods sold at 90 days after sight. Ravi accepts the bill on 5-4-2019. Balu, however, endorsed the bill to sohan in settlement of a debt of Rs.1,700. On maturity the bill was duly honoured by Ravi. Show the journal entries in the books of all the parties.	K5	CO5
	(OR)			
	15.b.	Write a short notes on (i) Average Due date (ii) Balance sheet		

SECTION -C (30 Marks)

Answer ANY THREE questions

ALL questions carry EQUAL Marks

(3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	Redraw correctly the trial balance given below:	K2	CO1
		Debit RS.		
		Credit RS.		
		Capital 8,000		
		Debtors 7,580		
		Bad debts recovered 250		
		Bank Deposit 2,750		
		Creditors 1,250		
		Discount allowed 40		
		Returns Outwards 350		
		Drawings 600		
		Bank overdraft 1,570		
		Return inwards 450		
2	17	Rent 360	K3	CO2
		Sales 14,690		
		Salaries 850		
		Bills Payable 1,350		
		Postage 300		
		Cash in Hand 210		
		Opening stock 2,450		
		Purchases 11,870		
3	18	27,460	K4	CO3
		27,460		
		The following errors were found in the books of Prabhakar & Sons. Give the necessary entries to correct them:		
		(a) Salary of Rs.1,000 paid to a Mohan due to him has been debited to his personal account.		
		(b) Rs.1500 paid in cash for a typewriter was charged to office expenses account.		
		(c) Rs.5,000 paid for furniture purchased has been charged to purchases account.		
		(d) Repairs made were debited to Building Account for Rs.250		
		(e) An amount of Rs.500 withdrawn by the proprietor for is personal use has been debited to trade expenses account.		
		(f) Rs.200 received from Shanthy & Co., has been wrongly entered as from Shajahan & Co.		
		From the following Trial Balance extracted from the books of Kamalanath prepare Trading and Profit and Los Account and Balance Sheet for the year ended 31-12-2021.		
		Debit balances Rs.		
		Credit Balances Rs.		
		Cash at Bank 2,610		
		Creditors 4,700		
		Book debts 11,070		
		Discounts 150		
		Salaries 4,950		
		Creditors for expenses 400		
		Carriage inwards 1,450		
		Return outwards 2,520		
		Bad debts 1,310		
		sales 80,410		
		Carriage outward 1,590		
		Capital 40,000		
		Office expense 5,100		
		Purchases 67,350		
		Return inwards 1,590		
		Furniture and Fixtures 1,500		
		Stock 14,360		
		Insurance 3,300		
		Depreciation on property 1,200		
		Freehold Property 10,800		
		1,28,810		
		1,28,810		

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Q.no 18 cont...

		<u>Adjustments:</u> (i) Make provision for doubtful debts at 5% (ii) Calculate discount on creditors @ 2% (iii) Office expenses include stationery purchased Rs.800 (iv) Carriage inwards includes carriage paid on purchase of furniture Rs.50 (v) Outstanding salaries Rs.150 (vi) Prepaid Insurance Rs.300 (vii) Stock on hand Rs.10,700 (including stationery stock Rs.200)		
4	19	Clarify the advantages of straight line method	K4	CO4
5	20	Analyse the various types of Bills of Exchange.	K4	CO5

Z-Z-Z

END