

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BBA DEGREE EXAMINATION DECEMBER 2025
(First Semester)

Common to Branches - **BUSINESS ADMINISTRATION/ BUSINESS ADMINISTRATION (IS)/
BUSINESS ADMINISTRATION (RM)/ BUSINESS ADMINISTRATION (LOGISTICS)**

ACCOUNTING FOR BUSINESS/ 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	The root of financial accounting system is a) Social accounting b) Stewardship accounting c) Management accounting d) Responsibility accounting.	K1	CO1
	2	Financial position of a business is ascertained on the basis of a) Journal b) Trial balance c) Balance Sheet d) Ledger	K2	CO2
2	3	Purchase book is also called as ----- a) Sales book b) Brought book c) Cash book d) Sales return book	K1	CO1
	4	Sold book is also called as ----- a) Sales book b) Brought book c) Cash book d) Sales return book	K2	CO2
3	5	Under straight line method, the amount of depreciation is a) Increasing every year b) Decreasing every year c) Constant for all the years d) Fluctuating every year	K1	CO1
	6	If the total charge of depreciation and maintenance cost are considered, the method that provides a uniform charge is a) Straight line method b) Diminishing balance method c) Annuity method d) Insurance policy method	K2	CO2
4	7	Closing stock is an item of a) Fixed asset b) Current asset c) Fictitious asset d) Intangible asset	K1	CO1
	8	Net profit of the business increases the a) Drawings b) Receivables c) Debts d) Capital	K2	CO2
5	9	Receipts and payments account is a a) Nominal A/c b) Real A/c c) Personal A/c d) Representative personal account	K1	CO1
	10	Income and expenditure account is a a) Nominal A/c b) Real A/c c) Personal A/c d) Representative personal account	K2	CO2

SECTION - B (35 Marks)

Answer **ALL** questions

ALL questions carry EQUAL Marks

(5 × 7 = 35)

ALL questions carry EQUAL Marks (5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO																																				
1	11.a.	Write short note on 'Journal'.	K2	CO2																																				
		(OR)																																						
	11.b.	Describe the meaning of GST.																																						
2	12.a.	Enter the following transactions in proper subsidiary books.	K3	CO3																																				
		<table><tr><th>Date</th><th>Particulars</th><th>Amount (Rs)</th></tr><tr><td>1969 ,march 1</td><td>Brought goods from A. Albert</td><td>2000</td></tr><tr><td>March 2</td><td>Sold goods to B.Brown</td><td>1000</td></tr><tr><td>March 7</td><td>C.Charles sold goods to us</td><td>1000</td></tr><tr><td>March 8</td><td>D.David bought goods from us</td><td>700</td></tr><tr><td>March 10</td><td>Received goods returned by B.Brown</td><td>80</td></tr><tr><td>March 12</td><td>We returned goods to A.Albert</td><td>50</td></tr><tr><td>March 13</td><td>D.David returned goods</td><td>90</td></tr><tr><td>March 18</td><td>Sold goods to m.mohan</td><td>500</td></tr><tr><td>March 22</td><td>Purchased goods from M.Moses</td><td>600</td></tr><tr><td>March 25</td><td>Returned goods to C.Charles</td><td>100</td></tr><tr><td>March 30</td><td>Sold goods to S.Solomon</td><td>600</td></tr></table>			Date	Particulars	Amount (Rs)	1969 ,march 1	Brought goods from A. Albert	2000	March 2	Sold goods to B.Brown	1000	March 7	C.Charles sold goods to us	1000	March 8	D.David bought goods from us	700	March 10	Received goods returned by B.Brown	80	March 12	We returned goods to A.Albert	50	March 13	D.David returned goods	90	March 18	Sold goods to m.mohan	500	March 22	Purchased goods from M.Moses	600	March 25	Returned goods to C.Charles	100	March 30	Sold goods to S.Solomon	600
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Cont...

2	12.b.	(OR)				K3	CO3				
		From the following information, prepare bank reconciliation statement to find out balance as per bank statement on 31st March, 2017.									
		Particulars		Rs.							
		(i) Cheques deposited but not yet collected by the bank		500							
		(ii) Cheque issued but not yet presented for payment		1,000							
		(iii) Bank interest charged		100							
3	13.a.	(OR)				K3	CO3				
		A company purchased a plant for Rs. 50,000. The useful life of the plant is 10 years and residual value is Rs. 10,000. Find out the Rate of depreciation under straightline method.									
		(OR)									
		A machine purchased on 1 st July 2005 at a cost of 14,000 and Rs. 1,000 was spent on its installation. The depreciation is written off at 10% on the original cost every year. The books are closed on 31 st December each year. The machine was sold for Rs. 9,500 on 31 st March 2008. Show the machinery account for all the year.									
		(OR)									
		From the following information prepare a trading account									
4	14.a.	Particulars		Amount(Rs.)		K4	CO4				
		Opening stock		20,000							
		Purchases		30,000							
		Sales		80,000							
		Carriage inwards		5,000							
		Wages		20,000							
5	14.b.	(OR)				K4	CO4				
		From the following information, prepare Balance sheet.									
		Particulars		Amount (Rs)				Particulars		Amount (Rs)	
		Capital		5,00,000				Sundry creditors		50,000	
		Debentures		2,00,000				Sundry debtors		2,00,000	
		Assets		7,75,000				Cash at bank		25,000	
5	15.a.	Other liabilities		1,00,000		Profit		1,50,000			
		(OR)									
		From the following particulars of Chennai Sports Club, prepare Receipts and Payments account for the year ended 31st March, 2018.									
		Particulars		Rs.		Particulars		Rs.		Rs.	
		Opening cash balance as on 1.4.2017		10,000		Subscriptions received					
		Opening bank balance as on 1.4.2017		15,000		2016 – 2017		4,500			
Interest paid		5,000		2017 – 2018		65,000					
Telephone expenses		7,000		2018 – 2019		5,000		74,500			
Upkeep of grounds		22,500		Tournament expenses				12,500			
Life membership fees received		5,500		Tournament fund receipts				15,000			
Bats and balls purchased		13,000		Closing balance of cash				5,000			
(31.3.2018)											
5	15.b.	(OR)								K4	CO4
		From the following Receipts and Payment Account of Calcutta Sports Club, prepare Income and Expenditure Account for the year ended 31.12.2015.									
		Receipts				Payments					
		To cash in hand		150		By Groundmen's fees		1,500			
		Cash at Bank		2,100		By mowing machine		1,100			
		To subscriptions		5,800		By rent		500			
To Tournament fund		1,500		By salaries to coaches		3,600					
To life membership		2,000		By tournament expenses		900					
To entrance fees		200		By office expenses & postage		2,400					
To donation for pavilion		3,000		By sports equipment purchased		1,220					
To sale of grass		100		By cash in hand		350					
				By Cash at bank		3,300					
		14,850				14,850					
Additional detail:											
i. Subscription due on 31-12-2014 and on 31-12-2015 were Rs. 900 and Rs. 800 respectively. Subscriptions received also include subscription for 2016 Rs. 200.											

		Q. No 15. b Cont... ii. Sports equipment on hand on 31 st Dec 2014 was 1,100. The value placed on the equipment on hand on 31 st Dec 2015 was Rs. 1,300. iii. The mowing machine was purchased on 1-7-2015 and is to be depreciated at 20% p.a. iv. Office expenses include Rs.300 2014 and Rs.400 are still due for payment. v. Tournament receipts and expenses are to be separated from general incomes and expenses. Prepare Income and Expenditure a/c for the year 2015.		
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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	Explain the accounting concepts.	K4	CO4																																																				
2	17	<p>Following are the transactions of ABC Ltd. for July 2018:</p> <table><tr><th>Date</th><th>Particulars</th><th>Amount</th></tr><tr><td>July 01, 2018</td><td>Balance of cash in hand</td><td>30000</td></tr><tr><td>July 03, 2018</td><td>Salary paid</td><td>5000</td></tr><tr><td>July 09, 2018</td><td>Withdrawn from bank</td><td>8000</td></tr><tr><td>July 10, 2018</td><td>Cash Sales</td><td>7000</td></tr><tr><td>July 15, 2018</td><td>Goods purchased in cash</td><td>15000</td></tr><tr><td>July 17, 2018</td><td>Paid carriage inwards</td><td>1000</td></tr><tr><td>July 19, 2018</td><td>Paid for machinery repairs</td><td>3000</td></tr><tr><td>July 22, 2018</td><td>Debts recovered from H</td><td>2000</td></tr><tr><td>July 31, 2018</td><td>Rent Paid</td><td>10000</td></tr></table> <p>Enter the above transactions in a simple or single column cash book.</p>	Date	Particulars	Amount	July 01, 2018	Balance of cash in hand	30000	July 03, 2018	Salary paid	5000	July 09, 2018	Withdrawn from bank	8000	July 10, 2018	Cash Sales	7000	July 15, 2018	Goods purchased in cash	15000	July 17, 2018	Paid carriage inwards	1000	July 19, 2018	Paid for machinery repairs	3000	July 22, 2018	Debts recovered from H	2000	July 31, 2018	Rent Paid	10000	K4	CO4																						
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3	18	A Second hand machine was purchased on 1-1-90 for Rs.30,000 and repair charges amounted to Rs.6,000. It was installed at cost of Rs.4,000. On 1 st July 1991, another machine was purchased for Rs.26,000. On 1 st July 1992 the first machine was sold for Rs.30,000. On the same day, one more machine was bought for Rs.25,000. On 31-12-1992, the machine bought on 1 st July 1991 was sold for Rs.23,000. Accounts are closed every year on 31 st December. Depreciation is written off at 15% per annum. Prepare the Machinery A/C for 3 years ending 31-12-92.	K5	CO4																																																				
4	19	<p>The Following balances were extracted from the books of Prasad on 31-3-1994.</p> <table><tr><th>Particulars</th><th>Amount(Rs.)</th><th>Particulars</th><th>Amount(Rs.)</th></tr><tr><td>Capital</td><td>50,000</td><td>Drawings</td><td>4,000</td></tr><tr><td>General Expenses</td><td>5,000</td><td>Buildings</td><td>22,000</td></tr><tr><td>Machinery</td><td>18,680</td><td>Stock</td><td>32,400</td></tr><tr><td>Power</td><td>4,480</td><td>Taxes & Insurance</td><td>2,630</td></tr><tr><td>Wages</td><td>14,400</td><td>Debtors</td><td>12,560</td></tr><tr><td>Bank Overdraft</td><td>6,600</td><td>Charity</td><td>210</td></tr><tr><td>Creditors</td><td>5,000</td><td>Bad debts</td><td>1,100</td></tr><tr><td>Loan</td><td>15,760</td><td>Sales</td><td>1,30,720</td></tr><tr><td>Purchases</td><td>94,000</td><td>Motor car</td><td>4,000</td></tr><tr><td>Reserve fund (Cr)</td><td>1,800</td><td>Commission(Cr)</td><td>2,640</td></tr><tr><td>Car Expenses</td><td>3,600</td><td>Bills payable</td><td>6,700</td></tr><tr><td>Cash</td><td>160</td><td></td><td></td></tr></table> <p>Stock on 31-3-1994 was valued at Rs.47,000. Prepare the final Accounts for the year ended on 31-3-1994.</p>	Particulars	Amount(Rs.)	Particulars	Amount(Rs.)	Capital	50,000	Drawings	4,000	General Expenses	5,000	Buildings	22,000	Machinery	18,680	Stock	32,400	Power	4,480	Taxes & Insurance	2,630	Wages	14,400	Debtors	12,560	Bank Overdraft	6,600	Charity	210	Creditors	5,000	Bad debts	1,100	Loan	15,760	Sales	1,30,720	Purchases	94,000	Motor car	4,000	Reserve fund (Cr)	1,800	Commission(Cr)	2,640	Car Expenses	3,600	Bills payable	6,700	Cash	160			K5	CO5
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5	20	<p>From the following particulars of Poompuhar Literary Association, prepare Receipts and Payments account for the year ended 31st March, 2019.</p> <table><tr><th>Particulars</th><th></th><th>Particulars</th><th></th></tr><tr><td>Opening cash in hand as on 1.4.2018</td><td>5,000</td><td>Subscriptions received</td><td>20,000</td></tr><tr><td>Bank overdraft as on 1.4.2018</td><td>4,000</td><td>Repairs and renewals</td><td>2,500</td></tr><tr><td>Printing and stationery</td><td>1,500</td><td>Conveyance paid</td><td>2,750</td></tr><tr><td>Interest paid</td><td>3,250</td><td>Books purchased</td><td>10,000</td></tr><tr><td>Sale of investments</td><td>1,000</td><td>Insurance premium paid</td><td>4,000</td></tr><tr><td>Purchase of refreshments</td><td>1,500</td><td>Sundry receipts</td><td>750</td></tr><tr><td>Outstanding salary</td><td>2,000</td><td>Government grants received</td><td>6,000</td></tr><tr><td>Endowment fund receipts</td><td>2,000</td><td>Sale of refreshments</td><td>1,500</td></tr><tr><td>Lighting charges</td><td>1,300</td><td>Depreciation on buildings</td><td>2,000</td></tr><tr><td>Cash at bank on 31.03.2019</td><td></td><td></td><td>2,000</td></tr></table>	Particulars		Particulars		Opening cash in hand as on 1.4.2018	5,000	Subscriptions received	20,000	Bank overdraft as on 1.4.2018	4,000	Repairs and renewals	2,500	Printing and stationery	1,500	Conveyance paid	2,750	Interest paid	3,250	Books purchased	10,000	Sale of investments	1,000	Insurance premium paid	4,000	Purchase of refreshments	1,500	Sundry receipts	750	Outstanding salary	2,000	Government grants received	6,000	Endowment fund receipts	2,000	Sale of refreshments	1,500	Lighting charges	1,300	Depreciation on buildings	2,000	Cash at bank on 31.03.2019			2,000	K6	CO5								
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