

• PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BBA DEGREE EXAMINATION MAY 2019
(First Semester)

Branch - BUSINESS MANAGEMENT/BUSINESS MANAGEMENT(IS)
BUSINESS MANAGEMENT (RM)

ACCOUNTING FOR MANAGER

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10 x 2 = 20)

- 1 Mention any two concept of accounting.
- 2 What do you mean by term final accounts?
- 3 What is Purchase book?
- 4 Write the Columns in triple column cash book?
- 5 Define Bill of exchange.
- 6 Write the formula for claim to be ledged.
- 7 What is called share?
- 8 Whether the shares can be issued at discount?
- 9 Write the formula for depreciation of an asset under straight -line method?
- 10 What do you mean by Account sale?

SECTION - B (25 Marks)

Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks (5 x 5 = 25)

- 11 a .Journalize the following transactions.

2017

Jan 1 Started Business with cash Rs. 2,50,000

Jan 5 Purchased Machinery for Rs. 50,000

Jan 7 Goods Purchased for cash Rs. 40,000

Jan 12 Good Sold to Krishna Rs. 5,000

Jan 14 Paid Salaries Rs. 10,000

OR

- b From the following ledger balances, prepare a Trial Balance.

	Rs.		Rs.
Capital	1,00,000	Sundry creditors	80,000
Closing Stock	40,000	Bills payable	11,000
Fixed Assets	72,000	Cash & Bank	20,000
Sundry Debtors	1,00,000	Furniture	6,000
Sales	47,000		,

- 12 a From the under-mentioned particulars of Mr. M Mohan Prepare a Bank Reconciliation statement as on 31st July 2014

a) The bank balance as per cash book on 31st July 2014 amounted to Rs.30,000

b) Cheques paid into Bank on the 28th July 2014 but credited to Mohan's account in the first week of August 2014

Kalyan Rs. 1,000, Joy Rs. 8,00 Raghul Rs. 1,200

12 a Cont...

- c) The following Cheques were issued by Mohan on 30th July 2014 but presented to a bank for payment after the close of the year
David Rs. 1,200 Hair Rs. 1,000 Lai Rs. 800
- d) A cheque for Rs. 300 was credited direct to the account and was not passed through the cash book.

OR

- b Enter the following transactions in the sales book of Saran Raj & Co. 2014

May 2 Sold goods to Ragul Brothers for Rs. 18,000

May 5 Sold goods to Gupta & Verma for Rs. 5,000

May 16 Sold goods to Mathur for Rs. 12,000

May 22 Sold goods to Jain for Rs. 7,000

- 13 a On 1.1.2009 Jayanthy sold goods to Devi bn Credit for Rs. 2,000 and drew a bill on Revi for Rs.,2,000 for 3 months after date. Devi accepted it on 3.1.2009 and returned it to Jayanthy. On Maturity, the bill was duly honoured by Devi. Pass Journal entries in the books of both the parties.

OR

A fire occurred at the premises of a trader on 31.5.04 destroying a great part of his goods. His Stock at 1.1.04 was Rs. 60,000. The value of stock salvaged was Rs. 13,500. The Gross profit on sales was 30% and sales amounted to Rs. 1,53,000 from January to date of fire, while for the same period the purchases amounted to Rs. 1,03,500.

Prepare a Statement of Claim.

- 14 a X Ltd issued 10,000 shares of Rs. 10 each at per payable as follows. Rs. 2 on application, Rs. 4 on allotment and Rs. 4 on call A/c. All Shares are subscribed and amount duly received. Pass Journal entries in the books of X Ltd.

OR

Raja Ltd issued 20,000 Shares of Rs.10 each at a premium of Rs. 2 per share payable as follows; Rs. 3 on application, Rs. 5 on allotment along with premium'Rs. 2 Pass the Journal entries only for premium.

- 15 a Jain Bros, acquired a machinery on 1st April 2009 at a cost of Rs. 1,40,000 and spent Rs. 10,000 on its installation. The firm writes off depreciation at 10% of the original cost every year. The books are closed on 31st March every year. Show the Machinery account for the three accounting year from 31st March 2010.

OR

White of Mumbai sends woollen goods costing Rs. 1,00,000 to black of Kolkata to sold on consignment bases, white pays Rs.2,000 as expenses. The goods are received by Black. Black sends on Account sales to white showing that sales have been made totaling Rs. 1,10,000. His expenses are freight Rs. 5,000 godown rent Rs. 1,000 and insurance Rs. 1,000. Black is entitled to a commission of 8 per cent. The cost of the goods still lying unsold with black is ascertained to be Rs.45,000. Give Journal entries in the books of white assuming that black has remitted the amount due from him.

SECTION- C (30 Marks)Answer any **THREE** Questions**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)Below is the trial balance of shah as on 31st March 2012.

Debit Balances	Rs.	Credit Balance	~ Rs.
Purchases	69,930	Capital a/c	4,850
Salaries	420	Loan from Resai @ 9% (taken on 1 st December 2011)	2,000
Carriage on Purchases	40		
Carriage on Sales	50	Sales	72,000
Lighting	30	Discount received	50
Rates and Insurance	40	Sundry creditors	2,000
Buildings	2,700		
Furniture	600		
Sundry debtors	800		
Cash on hand	25		
Cash at Bank	150		
Stock (31 st March 2012)	6115		
	81,050		81,050

Additional Information:

- 1) Rates and Insurance have been prepaid to the extent of Rs. 14.
- 2) Bad debts Rs. 50 have to be written off
- 3) A provision for doubtful debts Rs. 4% on debtors necessary.
- 4) Buildings have to be depreciated at 2% and furniture @ 10%

Mr. Richard maintains both cash & bank transactions in his cash book. You are requested to prepare the three column cash book of him for the month of January 2015

2015

Jan 1 Balance of Cash in hand Rs. 3,700 and at bank Rs.8,450

- 4 Paid to Robin by cheque Rs. 1950 in full settlement of Rs. 2000
- 5 Purchased goods by cheque Rs. 3,500
- 6 Cash drawn from bank for office use Rs. 3,000
- 7 Wages paid in cash Rs. 1,500
- 10 Sold goods for cash Rs. 800
- 11 Received cheque from Ranvir Rs. 3,300

Ghosh sold goods to Gupta on 1st May 2012 for Rs. 9,600 Gupta immediately accepted a 3 month's bill. On the due date, Gupta requested that the bill be renewed for a further period of 2 months. Ghosh agreed provided interest @ 9% p.a was paid immediately in cash. To this, Gupta was agreeable. The second bill was met on the due date. Give Journal

- 19 A Limited Company issued 1,00,000 lakh equity shares of Rs. 10 each payable as under:

Rs. 3 on application, Rs. 2 on allotment, Rs. 3 on first call and Rs. 2 on final call.

The public applied for 90,000 equity shares. These shares were allotted. All the money due on the shares were received except the final call on 4,000 equity shares. Give journal entries.

- 20 Ali and Akbar enter into joint venture sharing profits $\frac{3}{5}$ ths and $\frac{2}{5}$ ths respectively. Ali is to purchase timber in Madhya Pradesh and forward it to Akbar in Delhi. Ali purchased timber worth Rs. 1,00,000 and paid Rs. 1,00,000 as expenses. Akbar received the consignment and immediately accepted Ali's draft for Rs. 80,000. Ali got it discounted for Rs. 78,500. Akbar disposed of the timber for Rs. 1,60,000. He had to spend Rs. 3,500 for fire insurance and Rs. 3,000 for rent. Under the agreement, he is entitled to a commission of 5 per cent on sales. Give Journal entries in the books of both the parties.

Z-Z-Z

END