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Reg. No.....

Name.....

B.B.A. DEGREE (C.B.C.S.S.) EXAMINATION, SEPTEMBER 2024

First Semester

Core Course—BUSINESS ACCOUNTING

[2013—2016 Admissions]

Time : Three Hours

Maximum Marks : 80

Part A

Answer all questions.

Each question carries 1 mark.

1. What is Variable Cost ?
2. What is Debit Note ?
3. What do you mean by Contra Entry ?
4. What is Trial Balance ?
5. What is single entry ?
6. Define Accounting Convention ?
7. What do you mean by Sundry Creditor ?
8. What is Current Asset ?
9. What do you mean by outstanding expenses ?
10. What is book keeping ?

(10 × 1 = 10)

Part B

Answer any eight questions.

Each question carries 2 marks.

11. What is Contingent Liability ? Give Examples.
12. Define Single Entry.

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13. What is Bad debt ?
14. What is Depreciation ?
15. What do you mean by Royalty ?
16. Explain the term Marshalling.
17. What is recoupment of short Workings ?
18. List out any *two* Principles of Accounting ?
19. What do you mean by materiality Concept ?
20. What do you mean 'Indirect Cost' ?
21. What is meant by Break-Even Point ?
22. Explain the terms Lessor and Lessee.

(8 × 2 = 16)

Part C

*Answer any **six** questions
Each question carries 4 mark.*

23. Distinguish between Journal and Ledger”.
24. Financial Statements are used by Several Interested Stakeholders Elucidate three or more potential external users of financial Statements ?
25. From the Following ledger balance of Mr. Ram. Prepare Manufacturing and Trading Account for the year ended 31st March 2023 and compute the cost of goods sold ?

Opening Slock :		Rs.
Raw Materials	...	20,000
Works- in- Progress	...	3,000
Finished Goods	...	10,800
Purchases for raw materials	...	50,000
Sales	...	2,40,000
Fuel and coal	...	1,000
Wages	...	32,000





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		Rs.
Factory Expenses	...	40,000
Closing Stock :		
Raw Material	...	20,000
Work-in-Progress	...	4,000
Finished Goods	...	8,000

26. Enter the Following transactions in a cash and bank column cash book :

2020	January	1	Mr. Arun Started a business with cash of Rs. 1,00,000.
"	"	2	He deposited Rs. 30,000 into the bank.
"	"	5	He purchased furniture for office use for Rs. 10,000.
"	"	10	He purchased goods worth Rs. 12,000.
"	"	15	Sold goods for cash worth Rs. 8000.
"	"	20	Sold goods for Cash worth Rs. 9,000.
"	"	25	Paid Wages Rs. 500.
"	"	31	Withdrew Cash for personal use Rs. 2,000.
"	"	31	Paid Rent of Rs. 2,000. Salary Rs. 3,500.
"	"	31	Withdrew cash from the bank for office use Rs. 5,000.

27. Explain the concept Bank Reconciliation Statement ?

28. Identify the type of account (Personal, Real, and Nominal Account) and state the reasons for the following items :

Depreciation	Wages	Standard chartered bank
Furniture	Goodwill	Salaries
Discount Paid	Building	Machinery
Commission Paid	Baddebts	Advance Mobile Charges
Canara Bank	Discount Received	

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29. What is the difference between the straight line method and the diminishing balance method of depreciation ?
30. Explain the Following :
- (a) Personal Account.
 - (b) Real Account.
 - (c) Nominal Account.

(6 * 4 = 24)

Part D

*Answer any **two** questions.*

Each questions carries 15 marks.

31. Define Bill of Exchange ? Discuss the parties involved in a bill of Exchange ? Explain the causes and consequences of dishonouring of cheques.'
32. Define Accounting Concepts ? Explain the Fundamentals of Accounting ?
33. From the follow ing transactions you are required to prepare a journal book. Ledger book, and trial balance ended December 31 - 2023
- (a) Commenced business and introduced capital Rs. 10,000.
 - (b) Deposited cash into the bank—Rs. 5,000.
 - (c) Purchased Furniture and paid by cheque—Rs. 2,000.
 - (d) Bought goods from Mr. A worth—Rs. 3,000.
 - (e) Sold goods to Mr. B and received cheque—Rs. 1,500.
 - (f) Sold goods to Mr. C on account—Rs. 2,000.
 - (g) Paid by cheque to Mr. A—Rs. 3000.
 - (h) Received cash from Mr. C—Rs. 2000
 - (i) Bought Stationery—Rs. 500.
 - (j) Paid Salary by cheque—Rs. 2000.
 - (k) Paid Electricity bill Rs.1,000 and rent for the month—Rs. 2,000.





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34. The Following trial balance has been extracted from the books of Mr. Krishna as on 31st March 2023 :

<i>Particulars</i>	<i>Debit (Rs.)</i>	<i>Credit (Rs.)</i>
Furniture and Fittings	... 1,280	
Motor Vehicles	... 12,500	
Buildings	... 15,000	
Capital Account	...	25,000
Bad debts	... 250	
Provision for doubtful debts	...	400
Sundry debtors and creditors	... 7,600	5,000
Opening Stock	... 6,920	
Purchases and sales	... 10,950	30,900
Bank overdraft	...	5,700
Sales and Purchases returns	... 400	200
Advertising	... 900	
Interest	... 236	
Commission	...	750
Cash	... 1,300	
Salaries	... 6,600	
General Expenses	... 2,500	
Taxes and Insurance	... 1,564	
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Total	68,000	68,000
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The following adjustments are to be made :

- (a) Stock in hand on March 31st 2023 was Rs. 6,500.
- (b) Depreciation Buildings @ 5 %, Furniture and fittings @ 10 % Motor Vehicles @ 20 %.
- (c) Salaries Rs. 600 and taxes Rs. 400 are outstanding.
- (d) Insurance amounting to Rs. 200 is prepaid.

Prepare Trading and Profit and Loss Account for the year ending March 31st 2023 and balance sheet as on that date.

(2 × 15 = 30)

