



23104603

**QP CODE: 23104603**

**Reg No** : .....

**Name** : .....

**BBA DEGREE (CBCS) REGULAR/IMPROVEMENT/REAPPEARANCE EXAMINATIONS,  
FEBRUARY 2023**

**First Semester**

Bachelor of Business Administration

**Core Course - BA1CRT02 - BUSINESS ACCOUNTING**

2017 Admission Onwards

596E19D2

Time: 3 Hours

Max. Marks : 80

**Part A**

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Explain any two limitations of accounting.
2. Explain the term convention consistency.
3. What is a Suspense Account?
4. What is purchases book?
5. "Amount deposited in bank ".How it treated in three column cash book?
6. What is Written down value method?
7. What is secret reserve?
8. What is the treatment of returns inwards and returns outwards?
9. What are prepaid expenses?
10. What is bills payable?
11. Write any four features of promissory note.
12. What is meant by dishonour of bill of exchange ?

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries **5** marks.*





13. Sankar had the following transactions .Prove accounting equation.
- a) Commence business with cash Rs 50,000
  - b) Purchased building Rs 25,000
  - c) Purchased goods for cash Rs 4,000
  - d)Purchased goods for credit from Sohan Rs5,000
  - e)Sold goods for cash Rs 5,000(goods costing Rs 2,500)
  - f)Sold goods on credit Rs 1,500
  - g)commission recived Rs 500
  - h)Rent paid Rs 500
14. Distinguish between single entry system and double entry system.
15. What are the classification of accounts in double entry system ?Give examples for each accounts.
16. Differentiate between journal and ledger.
17. Enter the following transactions in a Petty Cash Books for the month of February.

2017 Feb 1	Cash received from the chief cashier towards imprest	200
2	Postage	4
3	Typing paper	18
5	Office cleaning	4
7	Postage	14
10	Cartage	12
14	Ink and Paper	8
15	Carriage on goods bought	16
17	Train fare	22
19	Taxi charges to manager	14
21	Telegrams	18
23	Typewriter ribbons	16
25	Refreshment to a customer	15
26	Office cleaning	6
28	Bus fare	16

18. Define depreciation and state its causes.
19. How will you treat "income earned but not received" and" income received in advance" in final accounts?





20. On 3<sup>rd</sup> September 2017 John sold goods to Thomas for Rs.25,000 and drew a bill for 4 months. Thomas accepted the bill and returned it to John. The bill is honoured on the due date. Pass entries in the book of John & Thomas
21. On 1st July X sold goods worth Rs.11,000 to Y and drew a bill for 2 months. On getting the bill accepted X endorsed it to Z, his creditor. The bill is met on due date. Give journal entries in the book of X, Y & Z.

(6×5=30)

### Part C

Answer any **two** questions.

Each question carries **15** marks.

22. How the accounting information helps interested parties?
23. On 28<sup>th</sup> February 2016, Cash book of Revi showed a debit balance of Rs. 4500. On checking his cash book with pass book, the following items are differences were traced. Prepare bank reconciliation statement.
- 1) Cheque issued but not presented for payment. Rs. 800
  - 2) Interest on investments collected by the bank Rs. 900
  - 3) Bank charges seen only in pass book Rs. 60
  - 4) Direct payment by a customer to the bank Rs. 350
  - 5) Cheque deposited for collection, but not collected Rs. 1700
  - 6) Discounted bills dishonoured only in the pass book Rs. 650
  - 7) A cheque from Mohan for Rs. 250 was paid in on 26<sup>th</sup> February but was dishonoured and advice was received on 2<sup>nd</sup> March, 2016.
24. Prepare a Bank Reconciliation Statement of the following.
- 1) Bank overdraft as per cash book as on 30<sup>th</sup> June 2015 Rs.5,800
  - 2) Cheque issued but not presented for payment Rs. 1,600
  - 3) Cheque paid in for collection, but not cleared Rs. 950
  - 4) Interest and dividend credited in the pass book Rs.2,600
  - 5) Bank charges as per pass book Rs. 180
  - 6) Interest on overdraft debited in the pass book Rs. 690
  - 7) Cheque issued and presented, but not recorded in the cash book Rs. 980
25. Prepare the profit and loss account and Balance sheet of Mr. Albert from the account balances given.





	Rs.	Rs.
Opening stock	75000	
Purchases	250000	
Sales		375000
Wages	40000	
Salaries	20000	
Sales tax	2000	
Returns inwards	3000	
Returns outwards		2000
Capital		75000
Debtors	25000	
Creditors		18000
Bills payable		3000
Cash in hand	1000	
Cash at bank	3000	
Buildings	40000	
Rent	3000	
Discount allowed	2000	
Discount received		3000
Tools and equipments	12000	
Total	476000	476000

Additional Information:

1. Charge 5% interest on capital.
2. Charge Rs.2000 as bad debts.
3. Outstanding salary is Rs. 3000.
4. Closing stock is valued at Rs. 35000.

(2×15=30)

