Roll No. | | | | | | | | | | | | Total No. of Pages : 03

Total No. of Questions : 09

BBA (2012 & Onwards batches)
BRDM/Bachelor in Service Industry Management (SIM) (2014 & Onwards (Sem.–1)

FINANCIAL ACCOUNTING

Subject Code : BBA-103

Paper ID : [C1123]

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTIONS TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTION-B consists of FOUR Sub-sections : Units-I, II, III & IV.
3. Each Sub-section contains TWO questions each, carrying TEN marks each.
4. Student has to attempt any ONE question from each Sub-section.

SECTION-A

1. Write short notes on the following :

a) Convention of Materiality

b) Journal proper

c) Contra entry

d) Error of omission

e) Suspense account

f) Deferred revenue expenditure

g) Imprest system of petty cash

h) Accounting treatment for Receipts for a sports fund of a club

i) Accounting Equation

j) Subsidiary Books

SECTION-B

UNIT-I

2. Discuss the basic accounting concepts and fundamental accounting assumptions. What are the implications of these on Profit and Loss Account and Balance Sheet?

3. Explain the process of accounting cycle with examples which starts from recording of transactions to the preparation of final accounts.

UNIT-II

4. Why the distinction between capital and revenue is of great importance in accounting? Give examples illustrating how certain expenditure can be regarded as a capital expenditure as well as revenue expenditure under different circumstances.

5. What is Bank reconciliation statement? How is it prepared? Submit a Performa of Bank reconciliation statement with imaginary figures.

UNIT-III

6. From the following balance extracted from the books of Ms Gupta and sons, pass necessary closing entries, and prepare Trading and Profit and loss Account and Balance Sheet.

Particulars	**Rs.**	**Particulars**	**Rs.**
Opening Stock	1250	Plant and Machinery	6230
Sales	11800	Return Outwards	1380
Depreciation	667	Cash in Hand	895
Commission (Cr)	211	Salaries	750
Insurance	380	Debtors	1905
Carriage Inwards	300	Discount (Dr)	328
Furniture	670	Bills receivables	2730
Printing charges	481	Wages	1589
Carriage Outwards	200	Return inwards	1659

Capital	9228	Bank overdraft	4000
Creditors	1780	Purchases	8679
Bills Payable	541	Petty cash in hand	47
		Bad debts	180

The value of closing stock on 31.12.2010 was Rs. 3,700.

7. What is depreciation? Why we need to charge depreciation? Explain the various methods of charging depreciation? What are the circumstances under which different methods can be applied?

UNIT-IV

8. State the difference between receipts and payments accounts and Income and expenditure account.

9. Explain the meaning of the following terms and show how you will deal with them while preparing final accounts of a club. Your answers should be supported by proper examples:

(a) Subscriptions

(b) Entrance Fees

(c) Life membership fees

(d) Donations

(e) Receipts' for a sports fund