6004/7004

First Semester 5 Yr. B.B.A. LL.B./B.Com. LL.B. Examination, January/February 2025 (Odd Sem.)
FINANCIAL ACCOUNTING

Duration : 3 Hours

Max. Marks : 80

Instructions : 1. Answer all five Units.

2. One essay type question and short note/problem is compulsory from each Unit.

3. Figures to the right indicate marks.

4. Answer should be written in English Only.

5. Use simple calculator Only.

UNIT – I

Q. No. 1. a) What is double entry system of Book Keeping ? Explain its advantages and disadvantages. Marks : 10

OR

Q. No. 1. a) Discuss the advantages and limitations of Accounting. Marks : 10

Q. No. 1. b) Explain in brief about Marks : 6

i) Money Measurement Concept

ii) Dual aspect concept

iii) Matching concept.

OR

Q. No. 1. b) Write a short note on GAAP. Marks : 6

UNIT – II

Q. No. 2. a) Journalise the following transactions in the books of Mr. Harishankar Marks : 10

2024

Jan. 1 Commenced business with cash ₹ 2,00,000 and Bank loan ₹ 50,000

Jan. 4 Goods Purchased from Srinivas for ₹ 20,000

P.T.O.

Jan. 8	Cash sales ₹ 15,000
Jan. 11	Cash deposited into Bank ₹ 8,000
Jan. 12	Cheque given to Srinivas for ₹ 5,000
Jan. 18	Goods sold to Ameer for ₹ 20,000
Jan. 22	Cheque received from Ameer and deposited immediately into bank for ₹ 19,500 in full settlement
Jan. 23	Paid salary to Accountant for ₹ 800
Jan. 28	Paid Interest on loan ₹ 5,000

OR

Q. No. 2. a) Enter the following transactions in three column cash book — Marks : 10

2023

Nov. 1	Cash in hand	₹ 28,000
	Bank overdraft	₹ 12,000
Nov. 3	Goods sold to Lakshmi for	₹ 30,000
Nov. 5	Cash purchases	₹ 10,000
Nov. 7	Received cheque from Lakshmi for	₹ 20,000
Nov. 10	Drew cash of ₹ 500 for personal use	
Nov. 18	Lakshmi's cheque deposited into bank	
Nov. 22	Paid rent by cheque	₹ 1,000
Nov. 24	Commission received for	₹ 4,000

Q. No. 2. b) State the objectives of subsidiary books. — Marks : 6

OR

Q. No. 2. b) From the following ledger balances, prepare trial balance of Mr. Gokul as at 31/03/2022 — Marks : 6

Drawings A/c	₹ 20,000
Purchases A/c	₹ 1,00,000

Sales A/c	₹ 2,21,000
Opening stock A/c	₹ 22,000
Sales returns A/c	₹ 500
Salaries and wages A/c	₹ 30,000
Bad debt A/c	₹ 5,000
Loss by theft A/c	₹ 500
Land and Building A/c	₹ 2,80,000
Capital A/c	₹ 2,00,000
Creditors A/c	₹ 40,000
Carriage outwards A/c	₹ 3,000

UNIT – III

Q. No. 3. a) Prepare final accounts of Mr. Raj as at 31/03/2023 from the following trial balance. Marks : 10

Particulars	**Amount** (₹)
Drawings	20,000
Capital	1,70,000
Purchase	80,000
Sales	1,10,000
Wages	12,000
Salary	22,000
Advertisement	9,000
Travelling expenses	11,500
Bad debt	500
Debtors	17,000
Creditors	22,600
Bills Receivable	9,000
Bills payable	5,000

Return inwards	700
Commission received	3,600
Rent, Rates and Taxes	9,500
Investment	20,000
Land	70,000
Machinery	30,000

Adjustments :

1) Stock as on 31/03/2023 ₹ 12,000
2) Wages due ₹ 300
3) Write off ₹ 800 as bad debt and create 10% provision for doubtful debt.
4) Commission received in advance ₹ 1,000.

OR

Q. No. 3. a) Prepare final accounts of Mr. Devraj for the year ended 31/03/2021 from the following trial balance. Marks : 10

Particulars	Debit (₹)	Credit (₹)
Debtors and Creditors	20,000	22,000
Capital		1,44,000
Purchase and sales	99,000	1,05,000
Returns	2,000	1,000
Wages	10,000	
Office expenses	12,000	
Postage and stamps	2,000	
Printing and stationery	3,000	
Bad debt	2,000	
Plant and Machinery	40,000	
Cash in hand	10,000	

Stock	22,000	
Furniture and fittings	70,000	
Bank loan		20,000
	2,92,000	**2,92,000**

Adjustments :

1) Stock as on 31/03/2021 ₹ 12,000
2) Depreciate furniture at 10%
3) Provide bad and doubtful debts at 10% p.a.
4) Wages due ₹ 500
5) Interest on Bank loan payable ₹ 1,000

Q. No. 3. b) State the advantages and dis-advantages of final accounts. Marks : 6

OR

Q. No. 3. b) Prepare a balance sheet showing atleast six items with imaginary figures. Marks : 6

UNIT – IV

Q. No. 4. a) From the following particulars of Bangalore club, prepare income and expenditure A/c for the year ending 31/12/94 and the balance sheet as on the date. Marks : 10

Balance Sheet as on 31/12/93

Liabilities	₹	**Assets**	₹
Capital fund	61,000	Land and Building	64,000
Subscriptions received in advance	1,000	Outstanding subscription	1,600
		Rent receivable	400
Outstanding sundry expense	4,000	Furniture	12,000
		Cash	8,000
Bank loan	20,000		
	86,000		**86,000**

Receipts and Payments A/c for the year ended 31/12/1994

Receipts	₹	Payments	₹
To Balance b/d	8,000	By Sundry expense	
To Subscriptions			
1993	1,600	1993	4,000
1994	17,600	1994	6,000
1995	2,800	By Staff salary	4,400
To Entrance fee	400	By Subscription to news paper	2,000
To Rent	4,000		
To Sale of old news paper	4,000	By Refreshment expense	4,000
To Receipts from refreshments	6,000	By Investment	10,000
		By Bank loan	8,000
		By Balance c/d	6,000
	44,400		**44,400**

Adjustments :

1) Outstanding subscriptions ₹ 1,000
2) Staff salary outstanding ₹ 400
3) Depreciate building by 10%
4) 50% of entrance fees capitalised
5) Interest on bank loan accrued but not paid ₹ 2,400.

OR

Q. No. 4. a) What is Non Profit organisation ? Explain the final accounts of Non-profit organisation with the format. Marks : 10

Q. No. 4. b) Explain the objectives of Non profit organisations. Marks : 6

OR

Q. No. 4. b) Distinguish between capital expenditure and revenue expenditure with examples. Marks : 6

UNIT – V

Q. No. 5. a) What is computerised accounting ? Distinguish between Manual accounting and computerised accounting. Marks : 10

OR

Q. No. 5. a) State the merits and demerits of computerised accounting. Marks : 10

Q. No. 5. b) State any six factors to be considered before implementation of computerised accounting. Marks : 6

OR

Q. No. 5. b) Write a short note on Tally accounting softwares. Marks : 6