

Faculty of Business Management
BBA I-Year, CBCS-I Semester Backlog Examinations -Sep/Oct, 2020
PAPER: FINANCIAL ACCOUNTING-I

Time: 2 Hours

Max Marks: 80

I. Answer any FIVE of the following questions (5x16=80 Marks)

1. Explain the Generally Accepted Accounting Principles in detail.

2. Journalize the following transactions for the month of January 2018:

	Rs.
1. Amara started business with cash	90,000
2. Purchased furniture	2,500
3. Sold goods to jashwitha & co	3,500
4. Purchased goods from Siva and co	2,800
5. Paid for stationery	500
6. Received cash from jashwitha & co Rs. 2,700 discount	100
7. Paid into bank	8,000
8. Received cash from Ram	800
9. Drawn cash from bank for office use	1,000
10. Paid for advertising	1,450
11. Sold goods to sreenivas for cash	5,000
12. Received interest	1,200
13. Paid commission	500

3. Explain different types of subsidiary books in detail?

4. Enter the following in Sales, Sales returns, Purchase and Purchase Returns

Books:

Date	Particulars	Rs.
2005 Jan 1	Sold goods to Ankit for	2,000
Jan 2	purchased goods from Bharat	3,000
Jan 5	purchased goods for cash from Chandra	5,000
Jan 6	sold goods for cash to Dasaradha for	3,000
Jan 8	sold goods to aravind for	2,500
Jan 9	purchased goods from sony & co for	3,000
Jan 10	Ankit returned goods worth	500
Jan 13	Returned goods to Bharat	750
Jan 15	purchased goods from pranay & co trade discount @10%	5,000
Jan 16	sold goods by siv to us	200
Jan 17	purchased goods from ramu on credit	1,000
Jan 19	returned goods to pranay & co	1,000
Jan 23	Aravind returned goods	500

5. Differences between Capital Expenditure and Revenue Expenditure?

6. From the following Trail Balance Mr.sreenivas, prepare the Trading, profit and loss account and Balance Sheet for the year ended 31.3.2019

Dr. Trail Balance as on 31.3.2019 Cr.

Particulars	Amount Rs.	particulars	Amount Rs.
Cash in hand	1,000	Sales	1,07,700
Cash at bank	2,500	Capital	80,000

purchases	65,000	Return	1,000
return in wards	1,900	outwards	900
wages	3,000	Interest	10,000
salaries	4,500	Creditors	20,000
Advertisement	2,000	Bills	2,000
Insurance	2,100	payable	
Furniture	15,000	Discount	
Opening stock	35,000		
Machinery	50,000		
Debtors	20,000		
Carriage inwards	1,100		
Carriage outwards	2,000		
Rates and taxes	1,500		
Drawings	5,000		
Bills receivable	10,000		
Total	2,21,600	Total	2,21,600

Adjustments:

- Value of stock as on 31-3-2019 is 26,800
- Outstanding wages Rs. 1,500 ; Salaries Rs. 1,900
- Prepaid Insurance Rs.300
- Depreciation Furniture by 5%; Machinery by 10%
- Write off Bad debts Rs.1,100 and provide bad debts reserve 5%

- Define Depreciation? Explain different methods of depreciation?
- Sarada purchased a machine for Rs. 20,000 on 1-1-2018. Its estimated life is 10 years. The Scrap Value of the machine after 10 years is Rs.2,000. The Depreciation was provided on Fixed Installment Method. You are required to Calculate Annual depreciation, rate of depreciation and also show a machine Account for First Five years.
- Explain the Different Tools and Techniques used in Financial Statement Analysis?
- The following are the Balance Sheet 2016 &2017 prepare Comparative Balance Sheet and comment the financial position.

Liabilities	2016	2017	Assets	2016	2017
6% preference shares	60,000	60,000	Land	20,000	20,000
Equity share capital	80,000	80,000	Buildings	60,000	54,000
Reserves	40,000	49,000	Plant	60,000	54,000
Outstanding tax	20,000	30,000	Furniture	20,000	28,000
Bills payable	10,000	15,000	Debtors	40,000	60,000
Sundry Creditors	30,000	40,000	Cash	20,000	28,000
Debentures	20,000	30,000	Stock	40,000	60,000
	2,60,000	3,04,000		2,60,000	3,04,000
