



Register Number:

Date: XX/10/2019

**ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27**  
**BBA - I SEMESTER**  
**SEMESTER EXAMINATION: OCTOBER 2019**  
**BBA 1119 – FINANCIAL ACCOUNTING – I**

**Time- 2 1/2 hrs**

**Max Marks-70**

**This paper contains four printed pages and four parts**

**SECTION A**

**Answer any FIVE of the following questions. Each question carries two marks. (5x2=10)**

1. Why IFRS is required?
2. Goods sold to Koushal Rs. 50,000, recorded as Rs. 5,000. Pass rectifying journal entry.
3. The policy of ABC Ltd. is to keep company vehicles for 4 years. It has just bought new equipment for Rs. 20,000. The residual value of similar equipment that is 4 years old is Rs. 6,000, which is a reasonable estimate of the residual value of the new equipment. Compute Annual Depreciable value transferred to accumulated Depreciation account every year.
4. Why Bank Reconciliation statement is prepared?
5. Mention any two disadvantages of single entry system of book keeping.
6. List out any two functions of Financial Accounting.

**SECTION B**

**Answer any THREE of the following questions. Each question carries three marks.**

**(3x5=15)**

7. The following are the balance taken from the books of M/s Ahuja Traders as on 31-03-2018. Prepare Trial Balance

<b>Particulars</b>	<b>Rs.</b>
Capital	35,000
Plant & machinery	40,690
Dividend	360
Carriage inwards	345
Sales Return	930
Purchases	59,325

- |                   |        |
|-------------------|--------|
| Sales             | 65,000 |
| Purchases Return  | 915    |
| Trade Receivables | 24,200 |
| Trade Payables    | 24,215 |
8. Mr. Ankith, the petty cashier of M/s Antony Traders received Rupees 1,000 on May 01, 2018 from the Head Cashier. For the month, details of petty expenses are listed here under:
- | <b>Date</b> | <b>Details</b>                           | <b>Amt Rs.</b> |
|-------------|--|----------------|
| 02          | Auto fare                                | 125            |
| 03          | Courier services                         | 70             |
| 05          | Erasers/Sharpener/Pencils/Pads           | 225            |
| 16          | Taxi fare                                | 165            |
| 20          | Office sanitation including disinfectant | 60             |
| 22          | Provided Tea for customers               | 45             |
| 30          | Printing charges                         | 150            |
9. Prepare Journal entries for the following transactions in the books of Sonam Traders for the month of January 2018.
1. Ashok started business with Cash Rs. 5,00,000.
  5. Purchased goods from Anand Rs. 35,000.
  15. Paid to Anand in full settlement of his account Rs. 34,500.
  26. Paid Rent and Rates Rs. 100.
  30. Ashok brought into business sale proceeds of his personal Furniture Rs. 7,000.
10. Prepare Bank Reconciliation Statement as on 31.3.2012 of Mr. Rajesh
- a) Balance as per cash book Rs. 2,00,000
  - b) Cheque deposited into Bank Rs. 40,000, but not yet credited.
  - c) Cheque issued 25,000 but not yet presented for payment
  - d) Bank charges Rs. 2,000 debited in Pass Book only.

### SECTION C

**Answer any TWO of the following questions. Each question carries fifteen marks.**

**(2x15=30)**

11. Prepare three column cash book of Ms. Anusha for the month of March 2016
1. Cash in hand Rs.1,600 and balance at bank Rs.18,500.
  4. Received from Salman Rs.590 and allowed him discount Rs.10.
  8. Paid Bharath by cheque Rs.800 and discount received Rs.20.
  15. Withdrew from bank for office use Rs.400.
  18. Deposited into bank Rs.500.
  20. Purchased a motor car for Rs.6500 payment made by cheque.

22. Received a cheque from Salman for Rs.391 discount Rs.9.

25. Salman cheque paid into bank.

27. Paid general expenses Rs.360.

28. Bank informed that Salman's cheque has been dishonored.

12. (i)	Purchase Price	Rs.100
	Import Duty	Rs. 5
	Transportation	Rs. 20
	Handling charges	Rs. 10
	Advertisement	Rs. 15
	Direct cost	Rs. 2

Compute **Cost of Purchase**, as per Ind AS 2 (IAS 2), if

a. 50% of Import Duty will be refunded by authorities. (5 Marks)

b. Rs. 2 of Import Duty will be refunded by the authorities. (5 Marks)

(ii) Write short notes on

a. Money Measurement Concept (2 Marks)

b. Business Entity Concept (2 Marks)

c. Amortization as per Ind AS 2 (1 Mark)

13. Thomas keeps his books by single entry. From the following information given below prepare Final Accounts for the year ending March 31, 2018.

	April 01, 2017	March 31, 2018
Capital	7,500	-
Trade Receivables	3,440	4,500
Inventory	1,750	2,000
Trade Payables	1,125	850
Machinery	1,560	1,560

Analysis of the cash book for the year ended 31<sup>st</sup> March, 2018.

	Rs.		Rs.
To Balance b/d	1,875	By Trade Payables	1,500
To Trade Receivables	6,000	By Wages	300
To Cash Sales	1,350	By General Expenses	200
To Commission	90	By Salaries	2,800
		By Drawings	1,600

		By Balance c/d	2,915
	<b>9,315</b>		<b>9,315</b>

Depreciate machinery by 10%. Allow interest on opening capital at 5% per annum.  
Provide for reserve for doubtful debts at 5% on debtors.

### SECTION D

**Answer the following question. The question carries fifteen marks. (1x15=15)**

14. Enter the following transactions in the subsidiary books of Akash Traders of Bombay

Date February 2018	Details
01	Bought of M/s Handa Co. of Bombay vide invoice no. 544: (i) 30 Immersion Heaters @ Rs. 100, and (ii) 40 Tube lights @ Rs.150. trade discount @ 10%.
07	Bought of M/s Burari. Ltd. Of Agra on account vide Invoice No. 125: (i) 50 Table lamps (Universal) @ Rs. 200 : (ii) 20 Electric kettles (General) @ Rs. 700. (iii) 5 Electric iron@ Rs. 300. trade discount 20%.
12	Sales to M/s Ramneek of Bombay on account vide invoice no. 871: (i) 10 Immersion heaters @ Rs. 150. (ii) 5 Table lamps @ Rs. 250: (iii) 2 Electric irons @ 350.
16	Return inwards from Ramneek, Debit note no. 121: (i) 2 Immersion heaters, (ii) 1 Electric iron.
20	Purchased from M/s Rungta of Agra for cash: (i) 5 Immersion heaters 1000 watt @ Rs. 90.
26	Returned goods to Burari Ltd. Credit note no. 223: (i) 3 Table lamps (Universal) (ii) 2 Electric kettles (iii) 1 Electric iron.
Rate of GST applicable on above Transactions are: CGST @ 9% SGST @ 9% IGST @ 18%	