



Register Number:

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ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27

BBA - I SEMESTER

SEMESTER EXAMINATION: OCTOBER 2019

BBA 1119 – FINANCIAL ACCOUNTING-I

This paper contains four printed pages and four parts

Time- 2 ½ hrs

Max Marks-70

SECTION A

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

1. What is Inventory?
2. Cash paid to Ram Rs 1000, wrongly debited to Shyam Account. Pass the rectifying journal entry.
3. Give the meaning of Contra entry with an example.
4. What is Realisation concept?
5. Mention any two advantages of adapting to IFRS.
6. Classify the following items into Personal, Real and Nominal Accounts
(i) Dividend (ii) Patent (iii) Capital (iv) Salary outstanding

SECTION B

Answer any THREE of the following questions. Each question carries five marks.(3x5=15)

7. Rectify the following transaction by passing necessary journal entry.
 - a) Rs. 5,000 Paid for furniture purchased has been debited to purchases account.
 - b) Wages paid Rs. 7,000 for installation of new machinery were recorded in wages account.
 - c) Goods sold to Hari Rs. 10,000 not recorded.
 - d) Rs. 2,500 received from Monu has been credited to Sonu A/c.
 - e) Rent paid Rs. 1,000 wrongly debited to Landlord Account.

8. Bank Pass book of M/s. Brham Industries showed a credit balance of Rs.27,350 on July 31,2016. The following differences were found on that date between the cash book and the pass book:

- Cheques issued before July 31,2016, amounting to Rs.19,000 had not been presented for payment.
- Two cheques of Rs.5,000 and Rs.3,500 were deposited into bank on July 31, but the bank gives credit for the same in 2nd August.
- Insurance premium directly paid by bank Rs.5,000.
- Rs.2,000 wrongly debited to the firm account by the bank.

Prepare Bank Reconciliation Statement as on July 31,2016.

9. From the following transaction, prepare Purchase Book.

Date	Details
2017 Sept. 01	Purchase of following goods on credit from M/s Ratna Traders, as per Invoice No.714: 50 Shirts @ Rs.300 per shirt 40 Pants @ Rs.700 per pant
Sept. 08	Purchase of following goods on credit from M/s Bombay Fashion House, as per Invoice No.327 20 Fancy Trousers @ Rs.500 per trouser 20 Fancy Hat @ Rs. 100 per hat
Sept. 15	Purchase of following goods on credit from M/s Zolta Fashions, as per Invoice No.6781 : 20 Jackets @ Rs.1000 per jacket 10 Plain shirts Rs.200 per shirts
Sept. 20	Purchase of following goods on credit from M/s Bride Palace, as per Invoice No.1076 : 20 Fancy Lengha @ Rs.2,000 per lengha

10. Explain the process of Accounting Standard setting in India.

SECTION C

Answer any TWO of the following questions. Each question carries fifteen marks. (2x15=30)

11. Pass necessary Journal entry in the Books of Mr. John for the Month of January 2019.

1st :	Started business with a capital of Rs. 75,000
1st :	Purchased goods from Manu on credit Rs. 25,000
2nd :	Sold goods to Sonu Rs.20,000
3rd :	Purchased goods from Meenu for cash Rs. 15,000
4th :	Sold goods to Tanu for Rs. 16,000 received a cheque.
7th :	Bought goods from Zenu Rs. 12,000
8th :	Cash paid to Manu Rs. 10,000
9th :	Sold goods to Jane Rs. 13,500
10th :	Goods returned from Sonu Rs. 3,000
11th :	Cash received from Jane Rs. 5,500
12th :	Goods taken by Ramu for domestic use Rs. 3,000
13th :	Returned Goods to ZenuRs. 1,000
14th :	Cash received from SonuRs. 12,000
15th :	Bought machinery for Rs. 18,000 paid by cheque
25th :	Sold part of the furniture for Rs. 1,000 received cheque

12. i) ABC Ltd. has the following information.

Purchase price of Inventory Rs.1,00,000.

Import duty Rs. 5,000.

Transportation Cost Rs. 20,000.

Holding charges Rs. 10,000.

Direct Cost Rs. 2,000.

Calculate Cost of Purchase

(5 Marks)

ii) Write a short note on scope of Inventories.

(5 Marks)

iii) Write a short note on scope of (PPE) Property, Plant, & Equipment.

(5 Marks)

13. Mr.Santosh keeps his books by single entry system. From the following data prepare the final accounts for the year ended 31.03.2017.

Particular	Amount
Interest Charged	200
Personal Withdrawals	4,000
Staff Salaries	17,000
Business Expenses	15,800
Payment to creditors	30,000
Balance at Bank on 31.03.2017	4,850
Cash on hand 31.03.2017	150
Receipts from Debtors	50,000

Cash sales	30,000
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Further details available are:

Assets & Liabilities	1/4/2016	31/03/2017
Stock	18,000	20,440
Creditors	16,000	11,000
Debtors	44,000	60,000
Furniture	2,000	2,000
Premises	30,000	30,000

Provides 5% interest on Steve's capital as on 1/04/2016. Provide Rs. 1,500 for doubtful debts and 5% depreciation on all fixed assets.

SECTION D

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

14. From the following transactions, Prepare three Column cash book.

1/4/2017	Mr.Raghu commenced business with Rs.20,000 and deposited Rs.10,000 into bank account on the same day.
5/4/2017	Goods sold to Ramesh for Rs. 6,000.
8/4/2017	Settled Madhu's Account of Rs.600 at a discount of 5%.
12/4/2017	Received from Raju a cheque for Rs.2,150. Discount allowed Rs.50 and deposited into bank.
15/04/2017	Purchased a typewriter for Rs.2,000. Spent Rs.100 on its repair for which issued a cheque.
18/04/2017	Raju's cheque was returned dishonoured.
25/04/2017	Raju settled his account by means of a cheque for Rs.2,250.
30/04/2017	Purchased machinery from Ram for Rs. 4,000 and paid him by means of a bank draft purchased from bank for Rs.4,020.