



K17U 2017

Reg. No. :

Name :

III Semester B.B.A./B.B.A.R.T.M. Degree (CBCSS – Reg./Supple./Imp.)
Examination, November 2017

Core Course

(2014 Admn. Onwards)

3B04 BBA/BBA (RTM) : FINANCIAL ACCOUNTING

Time : 3 Hours

Max. Marks : 40

SECTION – A

Answer the 4 questions. **Each** question carries $\frac{1}{2}$ mark.

1. Define accounting.
2. What is balance sheet ?
3. What do you mean by preference shares ?
4. What do you mean by matching concept ?

(4 \times $\frac{1}{2}$ =2)

SECTION – B

Answer **any four** questions. **Each** question carries 1 mark.

5. What do you mean by P&L a/c ?
6. What is going concern concept ?
7. What do you mean by forfeiture of share ?
8. What is partnership account ?
9. What is financial accounting ?
10. Explain the provisions of bad debts.

(4 \times 1=4)

P.T.O.



SECTION – C

Answer **any six** questions. **Each** question carries **3** marks.

11. What are the accounting principles ?
12. What is profit and loss account and write specimen proforma of this account ?
13. What is the adjustment of outstanding expenses ?
14. Distinction between trial balance and balance sheet.
15. What are the limitations of financial statement ?
16. What are the objectives of manufacturing account ?
17. From the following account balances prepare a trial balance as on 31st December 2010.

	Rs.
Drawings	5,275
Bills receivables	4,750
Bank loan	10,000
Machinery	14,400
Book debts	30,000
Wages	20,485
Purchases	1,28,295
Coal, coke and power	2,810
Stock	44,480
Sales	1,77,000
Salaries	5,500
Capital	59,700
Returns inwards	2,390
Travelling expenses	1,145
Commission received	2,820
Cash	750
Insurance	1,685
Creditors	29,815
Interest on loan	500
Discount allowed	2,435
Bad debts	1,810
Furniture	4,480
Interest on investments	1,215
Investments	9,000



18. Anju and Binchu are partners in the ratio of 2 : 3. They admit Devu as a partner for $\frac{1}{3}^{\text{rd}}$ share in profit. She brings Rs. 30,000 as her share of goodwill. The new ratio will be 3:3:2. Anju and Binchu withdraws the premium paid by Devu. Record necessary journal entries in the books of the firm. (6×3=18)

SECTION – D

Answer **any two** questions. **Each** question carries **8** marks.

19. What are the different accounting concepts ?
20. From the following Balance of Mr. X prepare a trading, profit and loss account for the year ended 31st March, 2013 and a Balance Sheet as on that date.

Debit balance	Rs.	Credit balance	Rs.
Drawing	1,700	creditors	2,000
Plant and machinery	12,000	sales	4,200
Horses and carts	2,600	interest	1,350
Debtors	3,600	commission	1,600
Purchases	2,000	capital	20,000
Wages	800		
Cash at bank	2,600		
Salaries	800		
Repairs	190		
Opening stock	1,600		
Rent	450		
Miscellaneous expenses	150		
Bad debts	500		
Carriage inwards	160		

Adjustments :

- a) Closing stock Rs. 1,600
- b) Depreciate plant and machinery 10% horses and carts 15%.



- c) Allowed interest on capital at 5% per annum.
- d) Rs. 150 is due for wages.
- e) Paid rent Rs. 150 in advance.
- f) Accrued interest Rs. 150.
- g) Commission received in advance Rs. 200.
- h) Interest on drawings Rs. 100.
- i) Further bad debts Rs. 200.

21. BT Ltd. decided to issue 10,000, 6% preference shares of Rs. 10 each and 10,000 equity shares of Rs. 20 each for public subscription.

Payments of the shares are to be made as follows :

Preference shares :

On application	-	Rs. 2
On allotment	-	Rs. 4
On call	-	Rs. 4

Equity shares :

On allotment	-	Rs. 4
On allotment	-	Rs. 6
On call	-	Rs. 10

All the shares were subscribed by the public and paid in full. Pass journal entries in the books of the company.

(2×8=16)