

- (iii) Bad debts ₹ 600 and provision for bad & doubtful debts to be 5% on debtors.
- (iv) Rent is paid for 11 months.
- (v) Loan from the bank was taken on 1st Oct. 2018.
- (vi) Provide depreciation on machinery @ 10% p.a.
- (vii) Provide Manager's commission at 10% on net profit after charging such commission.

UNIT – III

- 6. What is Bank Reconciliation Statement ? Explain the causes for preparing a Bank Reconciliation Statement.
- 7. What is the difference between 'Receipts and Payments Account' and 'Income and Expenditure Account'.

UNIT – IV

- 8. What are the characteristics of Joint Venture ? State the difference between Joint Venture and Consignment.
- 9. Write notes on :
 - (a) Del Credere Commission
 - (b) Over Riding Commission
 - (c) Stock Suspense Account
 - (d) Abnormal Loss.

Roll No.

57503

BBA 1st Semester (N. S.) 2014-17 Examination – November, 2019

FINANCIAL ACCOUNTING

Paper : BBAN-103

Time : Three hours]

[Maximum Marks : 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note : There are two section : Section – A consists of *eight* short answer type questions which is *compulsory*. In Section – B you are to attempt 4 questions (*one* question from each unit). All questions carry equal marks.

SECTION – A

1. Explain :

- (i) Dual Aspect Concept
- (ii) Trade Discount

- (iii) Error of Omission
- (iv) Prepaid Expenses
- (v) Two features of Receipts and payment Account
- (vi) Statement of Affairs
- (vii) Difference between Joint Venture & Consignment
- (viii) Normal Loss

SECTION – B

UNIT – I

2. Define Accounting : What are its objectives ? How is it different from book keeping.
3. From the following balances from Books of Sh. Ramesh as on 31st March, 2019, prepare a Trial Balance :

Name of Accounts	₹	Name of Account	₹
Cash in Hand	4,500	Machinery	24,000
Bank overdraft	8,000	Land & Buildings	50,000
Opening Stock	20,000	Debtors	18,400
Purchases	80,000	Creditors	8,500
Purchases Returns	2,000	B/R	2,850
Sales	1,30,000	B/P	1,650
Sales Returns	5,000	Capital	60,000
Travelling expenses	1,800	Drawings	6,000
Discount Allowed	600	Rent	3,700
Discount Received	1,500	Salaries	3,600
		Loan(Cr)	10,000
		Interest on Loan	1,200

57503-5,550-(P-4)(Q-9)(19) (2)

UNIT – II

4. What is suspense Account ? Why is it opened and how it is closed ?
5. From the following Trial Balance of M/S Arjun and Sons as at 31st March, 2019, prepare Trading and Profit and loss Account and Balance sheet :

Name of Accounts	Dr ₹	Cr ₹
Drawing and capital	18,000	80,000
Purchases & Sales	82,600	1,55,000
Stock (1st April, 2014)	42,000	
Return Outward & Inward	1,200	1,600
Wages	4,000	
Power	6,000	
Machinery	50,000	
Furniture	14,000	
Rent	22,000	
Salary	15,000	
Insurance	3,600	
8% Bank Loan		25,000
Debtors	20,600	
Creditors		18,900
Cash in hand	1,500	
	2,80,500	2,80,500

Adjustments :

- (i) Closing stock ₹ 64,000.
- (ii) Wages outstanding ₹ 2,400.

57503-5,550-(P-4)(Q-9)(19) (3)

P. T. O.