

(6) Seat No.: _____

No. of Printed Pages : 4

SARDAR PATEL UNIVERSITY
BBA (ISM)-(SEMESTER - I) EXAMINATION 2017 (NCL)

THURSDAY, 16 MARCH 2017

2:00 PM to 4:00 PM

UM01CBBS05 – ACCOUNTING FOR MANAGEMENT

Total Marks: 60

Q.1 (A) Define Accounting and Explain its Objectives? 08

(B) What are the Types of Account? Explain with Illustration? 07

OR

Q.1 (A) What are the Rules of Debit and Credit? And Explain its Areas (Branch) of Accounting? 10

(B) Explain in brief any five of the following Terms. 05

1. Creditor
2. Drawings
3. Debtors
4. Reserve and Provision
5. Insolvent
6. Discount
7. Capital
8. Fictitious Assets

Q.2 (A) Define accounting standard. State it's important. 05

(B) Write a note on: 10

1. Money measurement concept
2. Going concern concept
3. Materiality concept

OR

Q.2 (A) Enlist international financial reporting standards (IFRS) 05

(B) Write short note on 10

1. General Accounting Principle.
2. Business entity concept.
3. Accounting period concept.

Q.3 **SHISHIR** Start a New Business Transaction for the Month of March, 2004 is given below. 15

(1)

(P.T.O.)

Journalize the Transaction.

2004 March,

- 1: Commenced Business with Cash RS 9000, Furniture RS 750, Stock of Goods RS 400 and Creditors of Rs150.
- 1: Expanses incurred in Inauguration of Shop RS 300.
- 3: Opened Bank Account with RS 4000.
- 5: Bought from Shamik Goods 200 k.g at RS 10 per kilo at a Trade Discount of 10 % and Cash Discount of 5% and paid the amount by Cheque.
- 8: Goods Purchased from Shamik now sold to Shailesh at a Profit of 20% on Cost.
- 10: Purchased Stationery of RS 100 from Shailendra Stationery Mart.
- 13: Paid Life Insurance Premium RS 300 and Fire Insurance Premium of Rs. 200 by Cheque.
- 14: Received a Cheque of RS 1660 from Shailesh on Account.
- 16: Cheque Received from Shailesh paid in to the Bank.
- 18: Purchased 100 kg of Goods at RS 5 per kg from Auction.
- 19: Withdrawn Goods of RS 20 from Shop and Withdrawn from Bank RS 280 for Personal use.
- 21: Paid Salary to the Munim RS 200 in Cash and paid Rent RS 150 by Cheque.
- 25: Amount due by Shailesh is written off as he is declared Insolvent.
- 27: Purchased a Machine for RS 500 and paid Installation charges RS 10 the total amount is paid in Cash.
- 29: Paid Advertisement bill of RS 50 Cash.

OR

- Q.3 Record the Following Transaction of SHRI JAYMIN PARIKH, in his Journal, post them to Ledger Accounts, find out the Balances and say whether they are Debit or Credit Balances and also prepare Trial Balances: (15)

1999

May, 1 Jaymin Started Business with Cash Rs.50000

- 3 Purchased Goods of Rs.15000 at Trade Discount of 10% from Jasmin.
- 5 Jasmin paid Rs.10000 on Account.
- 7 Sold Goods of Rs.8000 to Jaimini at Rs.7000 for Cash and Opened Bank Account with that Amount.
- 9 Purchased a Typewriter for Rs.8500.
- 10 Sold Goods for Cash at a Trade Discount of 10% to Jayshree Rs.12000.
- 14 Sold Goods of Rs.5000 Purchased from Jasmine to Jigar at a Profit of 10 %.
- 18 Jigar Returned Goods of Rs.1100 which we Returned to Jasmine.
- 24 Received Rs.3000 by a Crossed Cheque from Jigar.
- 31 Paid Rs.1500 for Rent by a Cheque.

- Q.4** Shri Patil Bansali submitted to you the following Trial Balance. Prepare Trading A/c, Profit & Loss A/c for the year ended 31-12-2000 and a Balance Sheet as on that date after giving effect to the under mentioned adjustments: (15)

NAMES OF ACCOUNT	DEBIT	CREDIT
Capital	-	16000
Opening Stock	17500	-
Drawings	3305	-
Return Inward	550	-
Carriage Inward	1240	-
Deposit with X	1400	-
Return Outward	-	840
Carriage Outward	725	-
Rent Paid	800	-
Rent Outstanding	-	150
Purchases	13000	-
Sundry Debtors	5000	-
Sundry Creditors	-	4000
Furniture	1500	-
Sales	-	29000
Wages	850	-
Cash	1370	-
Goodwill	1800	-
Advertisement	950	-
	49990	49990

Adjustments :

- (1) Closing stock on 31st December, 2000 is valued at Rs.18790.
- (2) Write off Rs.600 as Bad Debts and make Reserve for Bad Debts on Sundry Debtors at 5%.
- (3) Stock Value at Rs.2000 was destroyed by fire on 25th December, 2000, but Insurance Company admitted a claim for Rs.1500 only and paid sum in January 2001.
- (4) Depreciate Furniture by 10%.

- Q.4 (A)** With imaginary figures give a Specimen of Trading Account, profit and Loss Account And Balance Sheet. 10

- (B)** Give Difference between Trial Balance and Balance Sheet. 05

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