

[26 & 33]

F.Y.B.B.A. (HM & TTM) Examination, Semester – I (NC)

56-3

Tuesday, 19th April 2016

Principle and Practice of Accounting - UM01CBBH11/T11

Time: 2.30 PM TO 4.30 PM

Total Marks: 60

- Q-1 (A) Define Accounting and Explain its objectives of preparing accounts. (08)
 (B) Explain the types of account with their rules for debit and credit. (07)

OR

- Q-1 (A) Explain following concepts of Accounting; (08)
 1) Business Entity Concept
 2) Money Measurement Concept
 (B) Differentiate between Capital Expenditure and Revenue Expenses (07)

- Q-2 (A) Enlist different types of subsidiary books and explain any one of them. (08)
 (B) Journalise the following transactions in the books of Seeta. (07)

Date

- July 1 Amin commenced business with cash Rs. 2,50,000
 3 Purchased goods for cash Rs. 1,00,000
 5 Purchased goods from Geeta on credit Rs. 80,000 with 10% Trade discount.
 7 Deposited into Bank Rs. 60,000
 9 Purchased furniture worth Rs. 30,000
 12 Sold goods to Suresh on credit Rs. 10,000
 15 Sold goods to Meena worth Rs. 50,000 with 10% Trade discount and 5% cash discount. Meena paid her bill in cash.
 20 Paid to Geeta on account Rs. 72,000
 25 Paid salaries Rs.2,800 & Rent Rs. 1,200

OR

- Q-2 Shyam has started business of trading furniture on 1st January 2016 with the name of Shyam traders. Following are the transactions related to Shyam traders for the Month of January 2016. (15)

Date

- Jan 1 Started business with Rs. 25,00,000 Cash and 5,00,000 Building.
 2 Deposited Rs. 10,00,000 in Bank to open a bank account.
 3 Purchased goods of Rs. 15,00,000 on credit for Furniture Mart.
 10 Sold goods of Rs. 5,00,000 for cash with 10% Trade discount.
 15 Purchased Mini truck worth Rs. 4,00,000 and paid by cheque.
 12 Sold goods to Ram on credit Rs. 1,00,000.
 15 Sold goods to Reema worth Rs. 50,000 with 10% Trade discount. Reema paid her bill in cash.
 20 Withdrawn Rs. 1,00,000 from Bank.
 25 Paid salaries Rs.10,000

Pass the Journal Entries for the above transaction, make necessary accounts and prepare Trail Balance.

- Q-3 (A) What is Depreciation? Discuss objectives of providing depreciation. (08)
 (B) Write note on "Straight Line Method" of charging Depreciation (07)

OR

- Q-3 Sanket Manufacturing Company purchased on 1st April 2012, Machinery for Rs.29,00,000 (15) and spent Rs.1,00,000 on its installation. After having used it for three years it was sold for Rs.20,00,000. Depreciation is to be provided every year at the rate of 15% per annum on the straight line method.
Pass the necessary journal entries; prepare machinery account and depreciation account for three years ends on 31st March every year.

- Q-4 From the following information prepare Trading Account, Profit & Loss Account for the year (15) ending and Balance sheet as on 31st March 2015.

Debit Balance	Amount (Rs.)	Credit Balance	Amount (Rs.)
Cash in hand	540	Sales	98,780
Purchase	40,675	Purchase return	500
Wages	10,480	Capital	71,000
Carriage inwards	2,040	Sundry Creditors	6,000
Stock (1-4-2014)	5,760	Bills Payable	300
Machinery	20,000		
Goodwill	7,500		
Salaries	15,000		
Insurance	3,600		
Sundry Debtors	14,500		
Drawings	5,245		
Cash at Bank	2,630		
Sales return	680		
Fuel	4,730		
Carriage outward	3,200		
Building	40,000		
	1,76,580		1,76,580

Additional Information:

- 1) depreciate building by 10%and Machinery by 20%.
- 2) Salaries outstanding Rs. 2,000
- 3) Provide Bad Debt Reserve at 5% on sundry debtors
- 4) Closing stock was value at Rs. 6,800
- 5) Prepaid insurance amounts to Rs. 200

OR

- Q-4 Prepare Pro-forma Trading A/c, Profit & Loss A/c, Profit & Loss Appropriation A/c and (15) Balance sheet for Joint Stock Company with imaginary amounts.
