



K23U 3528

Reg. No. :

Name :

**III Semester B.B.A./B.B.A.(RTM) Degree (C.B.C.S.S. – O.B.E. – Regular/
Supplementary/Improvement) Examination, November 2023
(2019 to 2022 Admissions)
Core Course**

3B04 BBA/BBA(RTM) : FINANCIAL ACCOUNTING

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **all** questions. **Each** question carries 1 mark.

1. State the objectives of accounting.
2. What do you mean by compensating errors ?
3. What is imprest system of cash book ?
4. Distinguish between capital expenditure and revenue expenditure.
5. Unexpired discount is _____
6. What is a preference share ?

(6×1=6)

PART – B

Answer **any 6** questions. **Each** question carries 2 marks.

7. Define accounting and discuss its functions.
8. Explain accounting standards. Discuss the main objectives of such standards.
9. Define a ledger. Why it is known as the principal books of accounts ?
10. Mr. Ram provides you the following figures relating to the year 2012.
Opening stock – Rs. 4,800, Purchases – Rs. 20,800, Direct expenses –
Rs. 15,110, Closing stock – Rs. 5,200, Operating expenses – Rs. 5,060,
Other income – Rs. 500, Sales – Rs. 47,070.
Calculate cost of goods sold, gross profit and net income of Mr. Ram.

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11. Enumerate the characteristics of a company.
12. Define amalgamation.
13. What do you mean by allotment of shares ?
14. What is CDT ?

(6×2=12)

PART – C

Answer **any 4** questions. **Each** question carries 3 marks.

15. Explain different types of preference shares.
16. Explain different method for calculating purchase consideration.
17. Write down the difference between internal reconstruction and external reconstruction.
18. Explain goods sent on approval basis.
19. Bharat Trading Co. Ltd. with a registered capital of Rs. 1,00,000 issued 5,000 equity shares of Rs. 10 each, payable Rs. 2 on application, Rs. 2 on allotment, Rs. 3 on first call and Rs. 3 on final call. Pass journal entries assuming the shares issued were fully subscribed and the money has been received.
20. From the following information, prepare a Trading Account of M/s. ABC Traders for the year ended 31st March, 2011 :

	Rs.		
Opening inventory	1,00,000		
Purchases	6,72,000		
Carriage inwards	30,000		
Wages	50,000		
Sales	11,00,000		
Returns inward	1,00,000		
Returns outward	72,000		
Closing inventory	2,00,000		(4×3=12)



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PART – D

Answer **any 2** questions. **Each** carries 5 marks.

21. From the following trial balance of Chandran, prepare final accounts for the year 31-03-2012.

Trial Balance			
As on 31-12-2012			
	Rs.		Rs.
Drawings	4,500	Capital	24,000
Purchases	20,000	Sales	30,500
Returns inwards	1,500	Discounts	1,900
Stock (1-04-2011)	8,000	Sundry creditors	10,000
Salaries	4,200	Bills payable	2,500
Wages	1,200		
Rent	350		
Bad debts	400		
Discounts	700		
Debtors	14,000		
Cash in hand	260		
Cash at bank	5,940		
Insurance	400		
Trade expenses	300		
Printing	150		
Furniture	2,000		
Machinery	5,000		
	68,900		68,900

Adjustments :

Closing stock Rs. 7,000; insurance prepaid Rs. 60; salaries outstanding Rs. 200; wages outstanding Rs. 200; provision for doubtful debts at 5% on debtors; interest on capital at 5% per annum; depreciate machinery at 5% and furniture at 10%; reserve for discount on creditors at 1%.

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22. Mennon Company Ltd. issued 12000 equity shares of Rs. 10 each at a premium of Rs. 2 per share as follows

Application Rs. 2

Allotment (including premium) Rs. 5

First call Rs. 5

Applications were received for 20000 shares, 5000 shares were rejected and application money refunded. Allotment was made prorata to the applicants of 15000 shares and money overpaid on application was applied toward amount due on allotment.

Jain to whom 1200 shares were allotted failed to pay the first call money. His shares were forfeited and reissued at Rs. 8. Give journal entries.

23. Define merger. How amalgamation in the nature of purchase differ from amalgamation in the nature of merger ?

24. Describe in brief different kinds of accounting concepts and principles.

(2×5=10)