



Reg. No. :

Name :

**III Semester B.B.A./B.B.A. (RTM) Degree (CBCSS – Supplementary)
Examination, November 2023
(2017 – 2018 Admissions)
Core Course
3B04 BBA/BBA(RTM) : FINANCIAL ACCOUNTING**

Time : 3 Hours

Max. Marks : 40

SECTION – A

Answer the 4 questions. Each question carries ½ mark.

1. What is separate entity concept ?
2. What is real account ?
3. What is goodwill ?
4. What are the branches of accounting ?

SECTION – B

Answer any four questions. Each question carries 1 mark.

5. What are the different types of shares ?
6. What is forfeiture of shares ?
7. What are the essential features of partnership ?
8. What are the limitations of financial accounting ?
9. What do you mean by debentures ?
10. What is trading account ?

SECTION – C

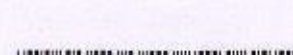
Answer any six questions. Each question carries 3 marks.

11. How the bad debt is treated in final accounts ?
12. Distinguish between profit and loss account and balance sheet.

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13. How the following items are treated in final accounts ?

- (a) Closing Stock
- (b) Depreciation
- (c) Expenses Outstanding.

14. A limited company issued 10,000 equity shares of Rs. 10 each, payable Re.1 on application, Rs. 2 on allotment, Rs. 3 on first call and Rs. 4 on final call. All shares were subscribed and amounts duly received. Pass Journal Entries in the books of the company.

15. Prepare Trading Account of the firm A from the following particulars for the year ended 30-06-2021.

Stock (01-07-2020) Rs. 15,000 ; Purchases Rs. 27,000 ; Sales Rs. 66,000 ;
Purchase Returns Rs. 900 ; Sales Returns Rs. 600 ; Wages Rs. 2,200 ;
Carriage Inward Rs. 1,100 ; Factory Rent Rs. 400 ; Stock (30-06-2021) Rs. 13,300.

16. A and B are carrying on a partnership firm contributing Rs. 20,000 and Rs. 15,000 respectively, sharing profits in the ratio of 3 : 2. B is allowed a salary of Rs. 4,000 yearly. Partners are allowed interest at the rate of 6% per annum. Drawings of A and B during the year were Rs. 3,000 and Rs.6,000 ; interests on the same were Rs. 50 and Rs. 70 respectively. The profits before the above adjustments were Rs. 10,580.

Prepare Profit and Loss Appropriation Account.

17. From the following ledger balances, prepare trial balance.

Opening Stock Rs. 30,000 ; Purchases Rs. 3,00,000 ; Closing Stock Rs. 14,000 ;
Debtors Rs. 1,20,000 ; Cash Rs. 3,000 ; Discount Allowed Rs. 3,400 ;
Bank Rs. 5,600 ; Creditors Rs. 90,000 ; Sales Rs. 4,20,000 ; Salaries Rs. 42,000 ;
Rent Rs. 9,000 ; Postage Rs. 4,500 ; Taxes Rs. 1,500 ; Machinery Rs. 1,20,000 ;
Drawings Rs. 20,000 ; Capital Rs. 1,52,000 ; Purchase Returns Rs. 6,000 ;
Sales Returns Rs. 9,000.

18. Distinguish between Manufacturing Account and Trading Account.



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SECTION – D

Answer any two questions. Each question carries 8 marks.

19. Explain various Accounting Concepts.
20. From the trial balance, prepare Trading and Profit and Loss Account for the year and Balance Sheet.

Trial Balance as on 31st December 1995

Particulars	Dr. (Rs.)	Cr. (Rs.)
Cash in Hand	2,400	
Purchases	2,40,000	
Stock (as on 01.01.1995)	70,000	
Debtors	1,00,000	
Plant and Machinery	1,20,000	
Furniture	30,000	
Bills Receivable	40,000	
Rent and Taxes	20,000	
Wages	32,000	
Salaries	37,600	
Capital		2,00,000
Bills payable		44,000
Creditors		48,000
Sales		4,00,000
	6,92,000	6,92,000

Additional Information :

- a) Closing Inventory as on 31st December 1995 Rs. 50,000
- b) Outstanding wages Rs. 5,000
- c) Depreciation on plant and machinery at 10% and furniture at 5%.

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21. Ever Green Hotels Ltd. offered 1,00,000 equity shares of nominal value of Rs. 10 each for public subscription at Rs. 12. The amount payable on the share were on application Rs. 4.50; on allotment (including premium) Rs. 4.50 ; on first and final call Rs.3.00. The actual subscription was only for 90000 shares. All money payable by shareholders were received except from Sankar who had taken 1000 shares but failed to pay the final call. His shares were forfeited and reissued to sudhakar at Rs. 6 each.

Show Journal Entries in the books of the company in respect of above.