

**TILAK MAHARASHTRA VIDYAPEETH, PUNE**  
**BACHELOR OF BUSINESS ADMINISTRATION (B.B.A.)/**  
**(BBA IN SPORTS MANAGEMENT)/**  
**(BBA IN RETAIL MANAGEMENT)**  
**EXAMINATION: DECEMBER - 2023**  
**SEMESTER - I**

**Sub.: Fundamentals of Accounting – I (BBA23-112/BBA-RM23-112)**

**Date : 13/12/2023**

**Total Marks : 60**

**Time: 10.00am to 12.30pm**

- Instructions:** 1) All questions are compulsory.  
2) Figures to the right indicate full marks.

**Q. 1. Choose the most appropriate option. (05)**

- Journal Entry for Furniture sold for cash is.....  
a) Cash A/c Dr. To Furniture A/c  
b) Furniture A/C....Dr To Rent A/C  
c) Furniture A/C....Dr To Wages A/C  
d) Capital A/C....Dr To Cash A/C
- Carried down (c/d) balancing indicates ..... Balance.  
a) Closing  
b) Opening  
c) Nominal  
d) Real
- If the credit of an account is greater than its debit total, the account has a ..... balance.  
a) Credit  
b) Debit  
c) Nominal  
d) Nil
- Right hand side of an account is called .....side.  
a) Credit  
b) Debit  
c) Nominal  
d) Nil
- Sale account always shows ..... Balance.  
a) Credit  
b) Debit  
c) Nominal  
d) Nil

**Q. 2. State True / False (05)**

- Business Entity implies that a business unit is separate and distinct from the person who owns or controls it.  
a) True  
b) False
- Every Transaction has two aspects.  
a) True  
b) False
- Financial Accounting is Science as well as Art.  
a) True  
b) False
- Personal transactions of proprietor are treated as Drawings.  
a) True  
b) False
- Accounting standards and accounting policies are one and the same. This statement is correct.  
a) True  
b) False

**Q. 3. Write Short notes on (Any Three) (15)**

1. Need of Accounting Standards
2. Posting of entries to ledger
3. Types of Accounting
4. Types of Accounts
5. Utility of Accounting

**Q. 4. Answer in detail (Any Two) (20)**

1.

Srajan is a sole proprietor having a provisions store. Following are the transactions during the month of January, 2023. Journalise them.

- 1 Commenced business with cash Rs. 1,60,000
- 2 Deposited cash with bank Rs. 80,000
- 7 Purchased goods by paying cash Rs. 10,000
- 14 Purchased goods from Lipton & Co. on credit Rs.20,000
- 15 Sold goods to Joy and received cash Rs. 22,000
- 19 Paid salaries by cash Rs. 10,000
- 20 Credit sales to Kavya Rs. 50,000
- 22 Bought furniture by cash Rs. 8,000
- 23 Paid electricity charges by cash Rs. 2,000
- 25 Bank paid insurance premium as per standing instructions Rs. 6,000

2.

Prepare Trial Balance as on 31<sup>st</sup> March 2023 from the following balances extracted from ledger of Kamalesh

Particulars	Amount Rs.	Particulars	Amount Rs.
Plant	35,800	Reserve Fund	875
Discount allowed	180	Cash	14,000
Salaries	820	Bank overdraft	20,500
Drawings	4,600	Debtors	66,467
Sales	65,860	Creditors	32,935
Capital	1,00,000	Motor lorries	10,000
Factory power	1,000	Rent and taxes	2,500
Bill receivable	12,000	Bill payable	5,000
wages	820	Furniture	8,500
Machinery	8,000	Returns (Dr)	538
Opening stock	10,000	Carriage inward	4,600
Returns (Cr)	6,050	Purchases	48,995
Trade expenses	2,400		

3. Classify following accounts in three categories : Personal A/C, Real A/C and Nominal A/C

Capital	Purchase	Carriage Inward
Debtors	Sales	Donation paid
Creditors	Insurance	Factory Rent
Fixed Deposit	Bad Debts	Furniture
Miscellaneous Expenses	Bank of Maharashtra	Lighting Charges
Power and Fuel	Depreciation	Cash in Hand
Salaries	Interest Fund Investment	Trade Expenses
Investment	Freight Charges	Carriage Outward
Drawing	Printing and Stationery	Advertisement
Goodwill	Sundry Expenses	Building

- Q. 5.** The following are the transactions of Aman, dealing in stationery items.

April 5 : Started business with cash Rs. 4,00,000

April 8 : Opened bank account by depositing Rs. 1,60,000

April 12 : Bought goods on credit from Sri Ram for Rs. 60,000

April 15 : Sold goods on credit to Selva for Rs. 20,000

April 22 : Goods sold for cash Rs. 30,000

April 25 : Paid Sri Ram Rs. 60,000 through NEFT

April 28 : Received a cheque from Selva and deposited the same in  
bank Rs. 20,000

Prepare Capital A/C, Cash A/C, Purchases A/C, Sales A/C and Bank A/C

(15)