

TILAK MAHARASHTRA VIDYAPEETH, PUNE
BACHELOR OF BUSINESS ADMINISTRATION (B.B.A.)
EXAMINATION : DECEMBER - 2023
SEMESTER - I

Sub. : Principles of Financial Accounting (BBA15- 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)

1. Commission A/c is A/c
 - a) Real
 - b) Personal
 - c) Nominal
 - d) None
2. Electricity Bill A/c is..... A/c
 - a) Real
 - b) Personal
 - c) Nominal
 - d) None
3. Trial Balance contains the balances of
 - a) All real and personal accounts
 - b) All personal and nominal accounts
 - c) All nominal and real accounts
 - d) All accounts
4. is recording of business transactions.
 - a) Accounting
 - b) Marketing
 - c) Marketing
 - d) All of the above
5. implies that a business unit is separate and distinct from the person who owns or controls it
 - a) Money measurement
 - b) Business Entity
 - c) Going Concerned
 - d) None

Q. 2. State True / False (05)

1. Trial Balance is prepared after ledgers are closed.
 - a) True
 - b) False
2. Trade Discount is not shown in the books of accounts.
 - a) True
 - b) False
3. Tata Motors Ltd. is an example of personal account.
 - a) True
 - b) False
4. Balance Sheet contains Assets and Liabilities.
 - a) True
 - b) False
5. Discount received is an income for business.
 - a) True
 - b) False

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

1. Accounting Equation
2. Accounting Standards
3. Passing Journal Entries
4. Reasons for difference in bank balance
5. Types of Discount

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

1.

Ruhan 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. 4,80,000
- 2 Deposited cash with bank Rs. 2,40,000
- 7 Purchased goods by paying cash Rs. 30,000
- 14 Purchased goods from Lipton & Co. on credit Rs. 60,000
- 15 Sold goods to Joy and received cash Rs. 66,000
- 19 Paid salaries by cash Rs. 30,000
- 20 Credit sales to Kavya Rs. 1,50,000
- 22 Bought furniture by cash Rs. 24,000
- 23 Paid electricity charges by cash Rs. 6,000
- 25 Bank paid insurance premium as per standing instructions Rs. 18,000

2. Prepare Trial Balance as on 31st March 2023 from the following balances extracted from ledger of Navnita

Particulars	Amount Rs.	Particulars	Amount Rs.
Salaries	3,280	Purchases	1,95,980
Sales	2,63,440	Rent and taxes	10,000
Trade expenses	9,600	Returns (Dr)	2,152
wages	3,280	Motor lorries	40,000
Drawings	18,400	Cash	56,000
Factory power	4,000	Creditors	1,31,740
Plant	1,43,200	Reserve Fund	3,500
Bill receivable	48,000	Bank overdraft	82,000
Capital	4,00,000	Bill payable	20,000
Discount allowed	720	Carriage inward	18,400
Machinery	32,000	Debtors	2,65,868
Opening stock	40,000	Furniture	34,000
Returns (Cr)	24,200		

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

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

- Q. 5.** The following are the transactions of Rasika, dealing in stationery items. (15)

April 5 : Started business with cash Rs. 10,00,000
 April 8 : Opened bank account by depositing Rs. 40,000
 April 12 : Bought goods on credit from Sri Ram for Rs. 2,00,000
 April 15 : Sold goods on credit to Selva for Rs. 40,000
 April 22 : Goods sold for cash Rs.1,00,000
 April 25 : Paid Kanika Rs. 2,00,000 through NEFT
 April 28 : Received a cheque from Rani and deposited the same in
 bank Rs. 1,20,000
 Prepare Capital A/C, Cash A/C, Purchases A/C, Sales A/C and Bank A/C
