

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

Sub.: Fundamentals of Financial Accounting (BBA22-112)

Date : 20/12/2023

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. Accounting furnishes data on
a) Income and cost for the managers b) a particular year
c) Financial conditions of the institutions d) All of the given
2. In Accounting, Owners and Business are
a) Similar entities b) Dependent entities
c) Separate entities d) None of these
3. If a trial balance totals do not agree, the difference must be entered in.....
a) The Profit and Loss Account b) The Capital Account
c) A Nominal Account d) A Suspense Account
4. Cash invested by the owner of business is recorded as
a) Asset b) Capital
c) Liabilities d) Loan
5. Maruti Suzuki India Lts is an examples of accounts.
a) Personal b) Nominal
c) Real d) All of the given

Q. 2. State True / False (05)

1. Table, Chairs etc. are goods for furniture making industry.
a) True b) False
2. Cash withdrawn by proprietor for personal use is treated as drawing.
a) True b) False
3. Debtors are assets for business.
a) True b) False
4. Final Accounts are prepared generally at the beginning of financial year.
a) True b) False
5. Profit & Loss accounts is created to find Gross Profit or Gross Loss.
a) True b) False

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

1. Golden Rules of Accounting
2. Need of Trial Balance
3. Utility of Accounting
4. Branches of Accounting
5. Discount

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

1. M/S Kunal Ltd. Provided information for the year ended 31st March 2023. You are requested to prepare Trial Balance from the following details

Particulars	Amt. Rs	Particulars	Amt. Rs
Opening Stock	1,80,000	Carriage Inward	7,200
Building	3,00,000	Insurance premium	3,000
Furniture	72,000	Printing & Stationery	4,800
Debtors	1,50,000	Bills Receivable	12,000
Cash in hand	6,000	Share Capital	2,52,000
Cash at bank	90,000	Creditors	3,30,000
Purchases	2,40,000	Sales	5,10,000
Rent	12,000	Bills Payable	36,000
Sales Return	3,000	Wages	10,000
Salary	36,000	Discount allowed	2,000

2. From the following information prepare Cash Account, Capital Account, Purchases Account and Sales Account in the books of Mr. Shivansh.
- 1st January 2023 started business with cash Rs. 50,000.
 - 4th January 2023 Purchased goods on credit from Mr. Deshmukh Rs. 23,000 at 10% T.D.
 - 6th January 2023 Sold goods on cash Rs. 44,000 at 5% CD.
 - 10th January 2023 Paid Rent Rs. ,12,000.
 - 15th January 2023 Cash Purchases Rs. 10,000
 - 20th January 2023 Credit sales to Mr. Kulkarni Rs. 72,000.
 - 22nd January 2023 Paid cash to Mr. Deshmukh Rs. 3,000
 - 23rd January 2023 Received cash Rs. 41,000 from Mr. Kulkarni .
 - 25th January 2023 Paid wages Rs. 7,000 to Mr. Arun.

3. **Classify the given accounts in Personal A/C, Real A/C and Nominal A/C**

Drawing	Cash in Hand
Capital	Debtors
Opening stock	Bad Debts
Purchases	Bills Payable
Salaries	Investment
Creditors	Motor Van
Sales	Furniture
Royalties paid	Office Rent
Trade Expenses	Reserve Fund
Advertisement	Plant & Machinery
Wages	Building
Return Outwards	Bills Receivable

Q. 5. Case study.

(15)

1. Swati is a sole proprietor having a provisions store at Sangali. Following are the transactions during the month of March, 2022. Help her to pass journal entries.

- 1 March Commenced business with cash 1,00,000
- 4 March Deposited cash with bank Rs. 60,000
- 7 March Purchased goods by paying cash Rs. 5,000
- 10 March Purchased goods from Tata Co. on credit Rs.20,000
- 15 March Sold goods to Niva and received cash Rs. 40,000
- 16 March Paid salaries by cash Rs. 25,000
- 20 March Bought furniture by cash Rs.4,000
- 22 March Paid electricity bill by cash Rs 2,000
- 26 March Withdrawal Rs. 5,000 from Bank for personal use.
- 28 March She purchased a machinery Rs. 15,000 in cash.
