647510 **BBAaccCC1030** **Seat No :________**

B.B.A. Semester - 1 (*CBCS*) Examination
Oct/Nov. -2019 (NEW COURSE)
PRINCIPLES AND PRACTICE OF ACCOUNTING(CORE)

Time: 2:30 Hours **Marks: 70**

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate marks.

Que-1 What do you mean by Accounting? Explain its nature scope and objectives of accounting. (14)

OR

Que-1 Write Detailed Note: (Any Two) (14)

(1) Going concern concept.

(2) Conservatism.

(3) Dual Aspect Concept.

(4) Business entity concept.

Que-2 Journalise the following transactions in the books of Mr. Ankur Post them into ledger and Prepare Trial balance. (14)

2019

July

1. Started business with cash Rs. 28,000 and Furniture Rs. 2000.

2. Opened a current account with Kalupur bank by depositing Rs.12,000.

4. Purchased goods from Chaintya of Rs.8,000 at 10% trade discount and paid half amount in cash.

6. Purchases furniture of Rs.800 from Riddhi furniture mart.

7. Out of goods purchased from Chaitnya, 1/3rd goods were sold to Nayan by adding 10% profit. He paid half the amount by crossed cheque.

11. Purchased goods of Rs.1600 form Vikas brothers at 10% trade discount for cash.

15. Settled the account of Riddhi furniture mart.

18. Sold goods of Rs.1,200 Suresh for cash.

20. Nayan returned the defective goods of Rs.198, which we returned to Chaitnya.

22. Received commission Rs.80.

23. Gave Rs.1,200 to Chaitnya on account.

25. Paid Rs. 1,200 and Rs.800by cheque for salary and rent respectively.

28. Received cash Rs.500 from Nayan on account.

29. Goods of Rs.250 were sold for Rs.220.

OR

Que-2 Pass Juurnal Entries for following items: (14)

(1) Started business with Cash 8,000 Bank 25,600 Stock 20,000 Furniture 4,000 Building 10,000

Debtors: Vijay 2,700, Anil 1500,Ashnawi 2,000, Anupam 1,800, Madhu 100

Creditors: Anand 5,400, Arya Co.Ltd 7,700, Balwant Rai 5,200, Mrs. Loan 10,000

(2) Rs. 2,646 received from Vijay and allowed him discount Rs. 54.

(3) Buy 100 shares in Bharat Ltd@ 15per share and paid brokerage 30.

(4) Goods worth Rs.500 were damaged in transit, a clam made on railway authority for same.

(5) Sold 40 shares in Bharat Ltd at 18per share and paid brokerage 15.

(6) Bought a horse for 2,000 and carriage 1,000 for delivering goods to customer.

(7) One month's interest on Mrs. Loan@12% p.a. become due but could not paid.

(8) The horse bought died and its carcass was sold for Rs.50.

(9) Received from travelling salesman Rs. 3,000 for goods sold by him after deducting his travelling exp.Rs.150.

Que-3 Enter the following transaction in the purchase book, sales book & return books of Mr.Sharma. (14)

August,2019

1) Purchased goods from Anand Rs.1,70,000at a trade discount of 10%.

3) Sold goods to priya Rs 1,10,000.

4) Purchase furniture from Mohan furniture mart for Rs.5,000.

5) Sold goods to Mansi for Rs. 1,12,000 at 5% trade discount.

6) Priya returned goods worth Rs. 35,000 from Vishal at 10% trade discount.

7) Bought goods worth Rs.1,15,000 from Vishal at 10% trade discount.

8) Returned goods to Anand Rs.25,000.

9) Sold machinery to Hardik Rs.60,000.

10) Returned goods to Vishal Rs.30,000.

11) paid to Anand the amount due for purchase made on 1st August.

12) Received back goods worth Rs. 5,000 from Priya.

OR

Que-3 From the following transactions prepare three columnar cash book in the book of Kartik November 2018. (14)

1) Cash on hand Rs.7,500 and cash at bank Rs.12,500.

5) Purchased goods for cash worth Rs. 1,500@3%cash discount.

8) Received cheque from Chintan for Rs.4,750 and allowed him discount Rs.100.

13) Cheque received from Chintan and deposited into bank.

14) Withdrawn from the bank Rs.1,500 for office use.

18) Goods sold worth Rs.1,500@3%cash discount.

22) Cash deposited into bank Rs.1,250.

25) Issued cheque for payment of salary to Chirag Rs.2,500.

28) Withdraw from the bank for personal use Rs.1,000.

30) Received cash Rs.4,000 from Chintu, which we deposit into bank.

Que-4 Prepare Bank Reconciliation Statement of Shri Paras Shah as on 28/02/2018 from the following information. Bank balance as per Cash Book Rs. 3,000. (14)

1) Cheques of Rs.8,000 were deposited into bank, but out of these cheques of Rs. 3,000 are only realized.

2) Drawn cheques of Rs.2,500which were recorded in cash book, but same are not handed over to creditor.

3) Insurance premium of Rs.3,600 paid by bank on our behalf which is not recorded in cash book.

4) A customer has directly deposited cheque of Rs.5,600 in our bank account for which information was received on 3-3-2018.

5) Bank charges of Rs 70 are by mistake recorded twice in cash book.

6) A Cheque of Rs. 2,650 was deposited in bank, was dishonoured for which information was received on 4-3-2018.

7) Cheques of Rs. 7,000 were issued, but cheques of 4,500 are only present for payment.

8) A cheque of Rs. 3,000 was deposited in bank but was left to be recorded in cash book And the same is not credited by bank in pass book.

9) Interest of Rs.80 is credited by bank charges of Rs.50 is debited by bank.

10) Total of payment side of cash book is under casted by Rs. 3,350.

OR

Que-4(A) Explain difference between cash book and pass book. (07)

Que-4(B) Jyoti having accepted a bill of Rs. 10,000 is unable to meet the dues. Hence before the due date she requests Moti(Creditor) to receive Rs.6,400 and draw a new bill of Rs. 4,000 for extended period of 3months and cancel the old bill. Moti agreed upon it. Pass necessary Journal entries in the books of both parties. (07)

Que-5 From the trial balance as on 31-03-2018 and adjustments, Prepare Final Account of Shree (14)

Trial balance as on 31-03-2018

Debit balances	Rs.	Credit balances	Rs.
Opening stock	50,000	Capital	2,00,000
Purchase	4,50,000	Creditors	1,33,000
Carriage inward	5,000	Bank loan	1,00,000
Salary	1,00,000	Sales	6,20,000
Discount	1,000		
Furniture	30,000		
Interest on loan	6,000		
Debtors	1,67,000		
Bad debt	2,000		
Insurance premium	6,000		
Rent	6,000		
Stationary	5,000		
Cash/bank	2,25,000		
	10,53,000		10,53,000

Adjustments:

(1) Closing stock as on 31-03-2018 was Rs.90,000.

(2) Rs,20,000 was outstanding for salaries.

(3) Depreciate furniture at 10%.

(4) Insurance paid in advance Rs.1,000.

(5) Write off Rs.7,000 as bad debt and provide bad debt reserve@2%.

(6)Interest on bank loan outstanding Rs.6,000.

OR

Que-5 Trial balance of Paresh Shah does not tally and therefore difference of Rs.3,270 is credited to suspense account ; the following errors are detected after the final accounts are prepared. (7+7)

(1) Total of sales return book is under casted by Rs.270.

(2) Rs.450 received from Kapilaben which was previously written off as bad debt. This amount is Credited to her personal account.

(3) A cheque of Rs.2,910 is received from Jyotsnaben and is posted in her account on debit side by Rs.2,190.

(4) Life insurance premium of Rs. 3,600 is debited to insurance premium account.

(5) Purchase of machine Rs. 7,500 is recorded in purchase book.

(6) Advance salary of Rs.3,000 paid to Ritaben is debited to salary account.

(7) Opening balance of Rs. 7,500 of a debtor Hansaben is written in her account on credit side.

(8) Cash sale of rs.1,670 is posted in sales account as Rs.1,760.

(9) Rs.1,110 received from Meghnaben is credited to her account as 1,080.

(10) Bank charges of Rs.45 left unrecorded.

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