647510 **BBAppMJ202x-1C** **Seat No :________**

# B.B.A. Semester – 1 (NEP-2020) Examination

## January-2024

## Principles and Practice of Accounting (Major-2)

**Time: 2:00 Hours** **Marks: 50**

**Instructions:**

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

---

**Que-1 Write a short note (any two)** **(10)**

(1) Objective of Accounting
(2) Classification of Account
(3) Rules of Debit Credit
(4) Concepts of Bills of Exchange

**Que-2 Journalise the following transactions in the books of Mr. Mahendrasinh Dhoni January-2023 (narration not required)** **(10)**

1. Started new business with capital of 1,20,000 which included Rs. 1,00,000 cash and Rs. 20,000 furniture.
2. Deposited Rs. 80,000 in bank account newly opened with Axis Bank.
3. Purchased goods with Rs. 20,000 at 10% trade Discount from Malhar.
4. Sold goods for Rs. 10,000 at 6% Trade Discount to Nihar.
4. Paid to Malhar Rs. 17,500 in full settlement of his A/c.
5. Received half payment from Nihar and allowed 3% cash discount.
5. Purchased stationery for Rs. 500.
6. Paid Rs. 1,000 rent of the shop.
6. Purchased goods worth Rs. 12,000 at 10% trade Discount and 5% cash Discount.
7. Purchased a computer for Rs. 19,000 and paid by cheque.
8. Paid installation charges for computer Rs.1000.
9. Paid house rent Rs. 2,000.
10. Sold goods for cash Rs. 2,000 to Mayank.
11. Paid salary to Bhargav Rs. 1,500.
12. Withdrew from bank Rs. 8000 for office use.

OR

**Que-2 From the given transactions of Mohamad Sami prepare capital Account, cash Account, Bank account, purchase Account and Rohit Account and post the transactions there in: October**

1. Started business with cash Rs. 1,00,000 and furniture Rs. 50,000.
2. Purchased goods worth Rs. 10,000 at 10% trade discount and 3% cash Discount.
3. Paid carriage for purchase of goods Rs. 200.
4. Goods worth Rs. 3,000 sold for Rs. 5,000 at 3% cash discount.
5. Opened a bank account with SBI and deposited Rs. 75,000.
6. Purchased goods from Rohit for Rs. 7,000.
7. Returned half of the goods to Rohit.
8. Paid to Rohit by cheque Rs. 3,300 and earned cash Discount Rs.200.
9. Received commission Rs. 2,500.
10. Withdrew from SBI for payment of house rent Rs. 3,000.

**Que-3 Enter the following transactions in the Purchase Book, Purchase Return Book, Sales Book, and Sales Return Book of Shri Sachin Tendulkar:** **(10)**

**2023**

March-1: Purchased Goods from Sahil at a trade discount of 20% Rs. 20,000.
March-3: Of this half the goods are sold to Sahaj at a profit of 20%.
March-4: Purchased furniture from Aalok on Credit Rs. 600.
March-5: Sahaj returned defective goods at Rs. 480, which we returned to Samir.
March-6: Purchased goods of Rs. 4,000 from Mahi at 20% Trade discount and 5% cash discount, paid half of the amount in cash.
March-7: Sold to Mamta goods for Cash Rs. 600.
March-8: Ram placed an order to supply goods Rs.2,000.
March-9: Sent goods to Ram as per his order and paid Rs. 20 for carriage on his behalf.

OR

**Que-3 Record the following transactions in a three columnar cash book of M/s. Kohali &Co. September-2023 :**

1. Opening Balance Cash Rs. 210, Bank Rs. 7,520.
2. Received a Cheque from M/s. Sorabji and Son's in full settlement of their dues Rs. 17,800 less 1% cash discount.
2. Paid to M/s. Mahanti & Bros. by cheque of Rs. 4,000 for goods purchased on 2nd of July. Mahanti & Bros. offered 2% cash discount for payment within a month and 1% cash discount for payment within 2 months.
5. Withdrawn Rs. 5,000 and paid wages Rs. 4,100.
6. Received Rs. 8,900 from bhimdev, Cash discount Rs. 100 was offered to him.
7. Paid Rs. 1,500 to Shami Azam net of discount against total dues of Rs. 1,550.
8. Got the information that the cheque received from M/s Sorabji & Sons was dishonoured & bank charges Rs. 15.

**Que-4** Tata Motor purchased Machinery of Rs. 50,000 on 1st Jan-2001, and it was decided to written of Depreciation by the fixed installment method, by charging Rs. 5,000 a year. After Writing off Depreciation for two years, it was decided to charge the Depreciation by written down value method at the rate 20% right from the beginning, and to adjust the different due to this charge of method, by writing off the difference to profit and loss account of the third year. Prepare machinery account for the five years. **(10)**

OR

**Que-4** Jasprit Bumrah & Co. purchased a machine on 1-4-2013 for Rs. 45,000. Installation charges amounted to Rs. 5,000. The estimated useful life of the machine is 10 years. While its scrap value is estimated to be 10% of cost price. Calculate the amount of depreciation as per straight line method. Prepare Machinery account and depreciation account for the first three years.

**Que-5 Shri K.L.Rahul provides you the following information. You are requested to prepare the final accounts for the year ending 31-3-2011:** **(10)**

| Debit Balance | Rs. | Credit Balance | Rs. |
|---|---|---|---|
| Opening stock | 8500 | Capital | 50,000 |
| Purchase | 48,050 | Creditors | 27,800 |
| Wages | 3700 | Sales | 86,000 |
| Carriage Inward | 2700 | Rent | 1200 |
| Salary | 3000 | | |
| Carriage Outward | 1000 | | |
| Furniture | 2300 | | |
| Depreciation on furniture | 250 | | |
| Building | 40,000 | | |
| Debtors | 40,500 | | |
| Repairs | 500 | | |
| General Expenses | 2,200 | | |
| Insurance Premium | 800 | | |
| Stationery | 1,250 | | |
| Drawings | 4000 | | |
| Cash and Bank Balance | 6250 | | |
| | 165,000 | | 165,000 |

**Adjustment:**

(1) Closing stock on 31-3-2011 was Rs. 5,000.
(2) Rs. 1,000 was Outstanding for salaries.
(3) Depreciate building by 5%.
(4) Insurance paid in advance Rs. 100.
(5) Credit purchase of Rs. 500 was not recorded in the books of account.

OR

**Que-5 Prepare rectification entries to rectify the following errors detected while preparing final accounts of Shri Bhanusali as on 31-3-2015.**

(1) Purchase of goods Rs. 5,000 is left to be recorded.
(2) Installation charges paid Rs. 2000 on purchase of machinery is debited to sundry expenses account.
(3) Rs. 2400 paid to Devanshi is recorded to Karan's account by mistake.
(4) Goods of Rs. 5000 sold to Nayana is recorded in purchase book by mistake.
(5) Our bill receivable of Rs. 1,900 accepted by Rekha is recorded in bills receivable book by Rs. 1,000.
(6) Rs. 150 credited by bank as interest in passbook recorded in payment side of cashbook.
(7) Goods of Rs. 1200 sold to Amita is recorded in purchase book by 200.

***************************