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

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

OCT/NOV-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) Relationship of accounting with economics and statistics
(2) Classification of Account
(3) Rules of Debit Credit
(4) Scope of Accounting

Que.2 Record the following transactions in the journal of M/s. Het & Co. **(10)**

April 2024:

1. Started business with a capital of Rs. 2,00,000.
2. Purchased goods worth Rs. 500,000 at 10% trade discount and 5% cash discount.
3. Paid carriage for purchase of goods Rs. 1000.
4. Opened an account with Rajkot Nagarik Shahakari Bank and deposited Rs. 1,00,000 there in.
5. Sold Goods for Rs. 3,00,000 at 10 % trade discount to Ashok.
6. Ashok paid half the amount in cash for which 3% cash discount was allowed.
7. Purchased goods from Anurag for Rs. 25,000.
8. Paid salary to Rajan by RNSB cheque Rs. 4,000.
9. Paid full Amount to Anurag by RNSB cheque and received 5% cash discount.
10. Withdrew from Rajkot Nagarik Sahakari Bank Rs. 10,000 for office purpose.

OR

Que.2 Enter the following transactions of Shri Shyam in his journal and prepare Capital A/c, Cash A/c and Ram A/c. **(10)**

September, 2024

1. Started Business with cash Rs. 19,000, Furniture Rs. 1,750, Stock of Rs. 1,400 and Creditors Rs. 1,150.
2. Opened bank account with Rs. 14,000.
3. Bought from jitubhai, goods 200 kgs at Rs. 10 per kg at a trade discount of 10% and cash discount of 5% and paid the amount by cheque.
4. Goods purchased from jitubhai now sold to Ram at a profit of 16.67% on selling price.
5. Paid life insurance premium Rs. 300 and fire insurance premium Rs. 200 by cheque.
6. Withdrawn goods of Rs. 120 from shop and withdrawn from bank Rs. 1,280 for personal use.
7. Amount due from Ram is written off after recovering Rs.1,500 from him.

Que.3 **Enter the following transactions in proper subsidiary Book of Mr. Krishna** **(10)**

2024

March	**Rs.**
1. Purchased goods from Prafulbhai, Petlad	800
3. Sold goods to Shivani, Singapur	300
4. Sold goods to Vasantbhai, Valsad	240
6. Bought goods from Venkatesh, Bangalore	900
10. Shivani returned goods	50
11. Bought goods from Gopal Krishana, Bangalore	1,500
12. Returned goods to Prafulbhai, Petalad	200
13. Purchased goods from Dattatreya Dwarka	1,500
15. Returned goods to Dattatreya, Dwarka	100
17. Sold goods Gundappa, Bangalore worth Rs. 2,000 subject to a Trade Discount of	25%
18. Vasantbhai, Valsad returned goods	40
20. Bought goods from Anantha Murthy, Mysore	900

OR

Que.3 **From the following particulars, prepare three columnar Cash book of Sahaj for the first fortnight of April, 2016:**

1. Cash on hand Rs. 3000, bank balance Rs. 10,000.
3. Purchased goods worth Rs. 30,000 from Neel at 2% cash discount and paid the amount through RTGS. Bank debited Rs. 80 as bank charges for RTGS Service.
5. Sold goods of Rs. 10,000 to Rajan. He paid the amount through NEFT.
6. Sold goods worth Rs. 40,000 at 2% cash discount to Mohan. He paid the amount through RTGS.
7. Paid Rs. 1000 towards Insurance Premium through NEFT. Bank debited Rs. 30 as NEFT charge.
9. Paid salaries in cash Rs. 1,500.
10. Cash Sales Rs. 3,000.
11. Withdrew Rs. 1000 from the bank for household expenses.
12. Paid in cash Rs. 1200 to wahid towards his debt.
13. Shahid paid Rs. 2200 through NEFT towards our dues.
14. Paid rent Rs. 500.
15. Dividend collected and credited by the bank in the pass book Rs.300.

Que.4 The books of Ajendra purchased a machine on 1-4-2013 for Rs. 1,00,000. Company purchased another machine of Rs. 50,000 on 1-10-2014. The company provides depreciation at 10% p.a by equal installment method. Company sold the first purchased machine on 31-3-2016 at 30% profit on its book value. Pass necessary journal entries of last year and prepare Machinery account and depreciation account up to 31-3-2016. **(10)**

OR

Que.4 Nugendra Pandy company purchased, three pieces of machinery costing Rs. **10,000**, Rs. 20,000 Rs. 30,000 respectively on 1st January 2004. Depreciation is to be charged on written down value method, every year @ 10% p.a.

Books are closed on 31st December every year. On 1st April, 2005, if purchased another, price of machinery costing Rs. 20,000, on 1st July, 2006, the company sold Machinery for Rs. 7000, the piece of Machinery whose cost on 1st January, 2004 was Rs. 10,000. Prepared Machinery account and depreciation account for last three years.

Que.5 From the following trial balance of Lalji & Sons as on 31-3-2012 prepare final A/c for the year ending 31-3-2012. **(10)**

Debit Balance	Rs.	Credit Balance	Rs.
Opening stock	50,000	Capital	350,000
Purchase	2,40,000	Creditors	40,000
Sales Return	10,000	Purchase return	12,000
Discount allowed	5000	Discount Received	4,000
Commission	8000	Sales	4,80,000
Interest on bank loan	22,000	Reserve for bad debts	12,000
Wages	48000	10% Bank loan	
Carriage Inward	12,000	(as on 1-4-11)	2,20,000
Salary	60,000		
Furniture	34000		
Plant and machinery	1,50,000		
Debtors	90,000		
Drawings	25,000		
Cash on hand	12000		
Cash at Bank	25000		
Advertisement	15000		
Tax and Insurance	12000		
Land and building	3,00,000		
	11,18,000		11,18,000

Adjustment:

(1) Stock was valued at Rs. 46,000 as on 31-3-2012.
(2) Wages and salaries were outstanding Rs. 5000 and 4000 respectively as on 31-3-2012.
(3) Depreciate plant and machinery, Land and building and furniture at 15%, 2.5% and 15% respectively.
(4) Provision for doubtful debts at 10% on debtors.

OR

Que.5 Pass journal entries to rectify the errors, Use suspense account wherever necessary. Also answer which of these errors will not affect the trial balance.

(1) Total of purchase book was wrongly taken as Rs. 10,000 instead of Rs. 5,000.
(2) Bank has debited bank charges of Rs. 500. No entry has been made for the same.
(3) Sales of Rs. 3500 were wrongly entered in the sales book as Rs. 5,300.
(4) Rs. 5500 received from Ashok was wrongly credited to Arvind account. Proper entry was made in cash book.
(5) Salary paid of Rs. 3100 was wrongly debited to salary account as Rs. 1300. Cash book is promptly entered.
(6) Rs. 500 received from commission is debited in cash book but is not posted to commission account.
(7) Salary paid to accountant amounting to Rs. 4,000 was wrongly debited to his personal Account.

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