

BBA Semester -1 , *oct-Nov-2027*
Financial Accounting Subject Code - 20227

Time- 2.30 Hour

Marks – 70

Que 1 What is Accountancy? Discuss Characteristics and Advantages of Accounting. (14)

OR

Que 1 Write short Notes (14)
 1) Types of Accounts
 2) Business Entity Concept

Que 2 What is meant by capital transaction? Discuss difference in between capital Income and revenue income. (14)

OR

Que 2 Write a detail note on contingent liability and deferred revenue expenses. (14)

Que 3 From the following information and adjustments, prepare Income and Expenditure Account of Rajhans Sports Club for the year ending 31- 03 -2016 (14)

Receipt and Payment Account

| | Rs. | | Rs. |
|-----------------------------|-----------------|---------------------------------|-----------------|
| To Opening Cash balance | 9,000 | By Stationery and Printing | 4,200 |
| " Subscription | 60,000 | " Tournament expenses | 6,000 |
| " Entrance fee | 5,000 | " General Expenses | 7,000 |
| " Sales of Drama's Ticket | 22,000 | " Salary | 25,000 |
| " Sales of Old | | " Drama Expenses | 9,000 |
| Sports equipment | 2,200 | " Distribution of Sports Prizes | 4,000 |
| " Income from | | " Purchase of sports equipment | 20,000 |
| Annual Programme | 11,000 | " Secretary's Honorarium | 4,000 |
| " Donation for Sports Prize | 12,000 | " Expenses of Annual Programme | 9,000 |
| | | " Interest Paid to Bank | 1,200 |
| | | " Repairs | 4,000 |
| | | " Audit Fee | 2,500 |
| | | " Ground Maintenance Expenses | 7,500 |
| | | " Balance c/d (closing balance) | 17,800 |
| | 1,21,200 | | 1,21,200 |

Additional Information:

- 1) Subscription Outstanding for 2015-16 is Rs.4,000. Subscription received for 2016-17 is Rs. 3,000.
- 2) Closing Stationery Stock is Rs. 400.
- 3) Prepaid Insurance Premium Rs.800 is included in general expenses.
- 4) Unpaid Salary Rs. 3,000.
- 5) 50% of entrance fees is to be capitalized.
- 6) Depreciate Sports equipment by Rs.4,000.

OR

Que 3 (A) Explain difference in between receipt and payment account and Income and expenditure account. (10)

Que 3(B) Give Five Examples of Capital Income and revenue income both (4)

Que 4 The Following is the Trial Balance of Nimesh Patel as on 31-3-2016
Prepare his final account. (14)

| Particulars | Debit Rs. | Credit Rs. |
|--|-----------------|-----------------|
| Drawings-Capital | 3,000 | 45,000 |
| Purchases-Sales | 82,000 | 1,20,000 |
| Goods returns | 2,100 | 1,700 |
| Provident Funds Investments and Provident Fund | 12,000 | 13,000 |
| Contribution to Provident Fund | 1,100 | - |
| Stock (1-4-2015) | 18,000 | - |
| Furniture & fixtures | 5,000 | - |
| Building | 40,000 | - |
| Debtors – Creditors | 30,360 | 41,000 |
| Discount | 500 | 300 |
| Stationery | 200 | - |
| General Expenses | 11,200 | - |
| Salary | 18,000 | - |
| Scooter | 10,000 | - |
| Carriage inward | 300 | - |
| Goods withdrawn | - | 500 |
| Bad dept-bad debts reserve | 240 | 2,500 |
| 15% Priyam Patel's Loan | - | 10,000 |
| | <u>2,34,000</u> | <u>2,34,000</u> |

Additional Information:

- 1) Value of closing stock is Rs.35,000 and its market value is Rs.30,000.
- 2) Calculate interest on capital at 5%.
- 3) Depreciate Building @2 ½% and furniture and fixtures @5%.
- 4) Stock of Stationery on 31-3-2016 is Rs.20.
- 5) Of the debtors Rs.360 is to be written off as bad debts and provision at 5% on debtors is to be made for doubtful debts.
- 6) Calculate interest on priyam patel's loan for whole year

OR

Que 4(A) Explain : Trial Balance V/S Balance Sheet.

Que 4(B) Write on Manufacturing Account.

Que 5 Explain in detail the Features of Tally (14)

OR

Que 5 Explain New voucher entries are entered in Tally 7.2 (14)