

29 MAR 2019

Examination March-2019

B.B.A SEM-1

Paper Code:104 — 20227

Subject: Financial Accounting

Time:2.5
Hours

Seat No-----

Total
Marks:70

Q.1 Define accounting and explain accounting Principles. **14**

OR

Q.1 Give difference between book-keeping and accounting. **14**

Q.2 Difference between capital and revenue Incomes and Expenses. **14**

OR

Q.2 Explain difference between Reserves and Surplus. **14**

Q.3 The Sun-Shine Club present the following Trial Balance on **14**

31.3.2019.Prepare an Income Expenditure Account and Balance sheet as on the same date:

Debit balance	Rs.	Credit balances	Rs.
Office staff salary	10,000	Income from Entertainment programme	15,000
Postage-Telegram expense	1,200	Interest on investments	2,240
Honorarium to secretary	12000	Subscription	80000
Sundry expenses	3200	Sales of old news papers	400
Repairs	800	Entrance fee	3600
Subscription for newspaper	2700	Donation	15600
Freeship given from education fund	4000	Education fund	30000
Education fund investment	30000	Income from education fund investment	2800
Canteen expenses	18500	Canteen income	26000
Expenses for entertainment program	9100	Sundry receipts	1860
Purchase of sports equipment's (1-1-18)	11600	Capital fund	135000
Purchase of furniture (1-10-18)	5000		
Sports equipment's	55000		
Investments	22400		
Fixed deposit in banks	20000		

Buildings	90000	
Furniture	12000	
Cash balance	5000	
	<u>312500</u>	<u>312500</u>

Additional information:

- 1) Honorarium to secretary outstanding rs.3000
- 2) Subscription due Rs. 5000/- and subscription received in advance Rs.6000/-
- 3) Half of the entrance fees is capitalized
- 4) Interest due on education at 10% on sports equipment's and 6% on furniture per annum

OR

Q.3 From the following receipts and payments account of Sanjivani Hospital for the year ending 31.3.2019 and adjustment given thereunder, prepare income and expenditure account for the year ending 31.3.2019:

14

Receipts	Rs.	Payments	Rs.
Balance(1.4.2018)	2,500	By purchase of hospitals equipments	8,000
Subscription	30,000	Medicines	16,000
Donation	10,000	Salary	12,000
Sale of old newspapers	300	Honorarium to doctors	6,000
Fees received from outside patients	3000	Sundry expenses	200
Interest on Investments	2,000	Subscription for newspapers	1,200
Income from entertainment programmed	6,000	Stationery	1,000
Legacy received	1,000	Audit fees	1,000
		Electricity Expenses	6,00
		Expenses of entertainment programme	4,000
		Closing cash balance	9,800
	<u>59,800</u>		<u>59,800</u>

Adjustments:

- 1) Subscription received include Rs.1,000 for last year

- 2) Subscription outstanding is Rs.3,000 for current year
- 3) Opening stock of medicines is Rs.4,000 and closing stock is Rs.6000
- 4) Interest due but not received on investment Rs.1,200
- 5) Provide depreciation on furniture and equipments Rs.400 and 1,000.

Q.4

From the given trial balance of Manali prepare Trading and Profit and loss account for the year ended on 31st December 2018 and balance sheet as at that date:

14

Debit Balance	Rs.	Credit Balance	Rs.
Purchases	3,10,000	Sales	4,15,000
Opening stock	50,000	Capital	2,88,600
Cash in hand	2,100	Sundry creditors	40,000
Cash in bank	12,000		
Drawings	4,000		
Rates and taxes	5,000		
Salaries	32,000		
Postage and telephones	11,500		
Salesmen's commission	35,000		
Insurance	9,000		
Advertising	17,000		
Furniture and fittings	22,000		
Printing and stationery	3,000		
Motor car	48,000		
Bad debts	2,000		
Cash discounts	4,000		
General exps.	14,000		
Carriage inward	10,000		
Carriage outward	22,000		
Wages	20,000		
Audit exps.	11,000		
Sundry debtors	1,00,000		
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	7,43,600		7,43,600
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You are also given the following information:

- 1) Cost of goods in stock as on 31st December 2018 was Rs.1,45,000
- 2) Mitali had withdrawn goods worth Rs.5,000 during the year
- 3) Purchases includes purchase of furniture worth rs.10,000
- 4) Write further bad debts worth Rs.5,000
- 5) Provision for bad debts is to be created at 5% of debtors. also create a discount reserve on debtors at 2% and creditors at 2%

- 6) Depreciate furniture by 10% and motor car by 20%
7) The salesmen are entitled to a commission on of 10% on sales.

OR

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| Q.4 | To compared the trial balance and the balance sheet in brief. | 14 |
| Q.5 | Explain general features of Tally in detail. | 14 |
| OR | | |
| Q.5 | Describe in brief account features of Tally. | 14 |