

- (c) Bad debts ₹ 600 & provision for bad & doubtful debts to be 5% on debtors.
- (d) Rent is paid for 11 months.
- (e) Loan from the bank was taken on 1st Oct, 2015.
- (f) Provide depreciation on machinery @ 10% p.a.
- (g) Provide Manager's commission at 10% on net profit after charging such commission.

**UNIT – III**

- 6. Explain the causes for preparing a Bank Reconciliation statement.
- 7. What is receipts and payments account ? What are its characteristics ?

**UNIT – IV**

- 8. What are the features of joint venture ? Explain the different methods of maintaining joint venture records ?
- 9. Write note on the following :
  - (a) Normal loss
  - (b) Abnormal loss
  - (c) Over Riding commission
  - (d) Del-Credere commission

Roll No. ....

**57503**

**BBA 1st Semester (N.S.) 2014-17  
Examination – November, 2017**

**FINANCIAL ACCOUNTING**

**Paper : BBAN-103**

*Time : Three Hours ]*

*[ Maximum Marks : 80*

*Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.*

*Note : Section-A comprises of 8 short answer type questions carrying two marks each & is compulsory. Section-B comprises of 8 questions (2 from each unit). Attempt four questions selecting one question from each Unit.*

**SECTION – A**

- 1. (a) Explain 'convention of consistency'.
- (b) What is cash discount ?
- (c) What is suspense account ?
- (d) Explain deferred revenue expenditure.
- (e) What is meant by debit balance in Pass Book ?
- (f) Write 2 features of Single entry system.
- (g) Explain 'Joint Bank Account'.
- (h) What is 'Normal Loss' ?

**SECTION - B**

**UNIT - I**

2. Explain the following :
- Money measurement concept
  - Going concern concept
  - Dual aspect concept
  - Cost concept
3. From the following list of balances extracted from the books of Mr. A, prepare a trial balance as at 31st march, 2016 :

	₹
Stock on 1st April, 2015	2,20,000
Purchases	25,75,000
Sales	36,18,000
Carriage inwards	3,000
Carriage outwards	1,200
Return inwards	85,000
Return outwards	20,000
Debtors	3,20,000
Creditors	1,74,000
Bad Debts	6,000
Stationery	4,200
Insurance	3,400
Wages & salaries	1,85,000
Investments	3,00,000
Interest on Investments	27,000
Cash & Bank balance	12,400
Premises	6,00,000
Fixtures	1,40,000
Misc. exp.	5,200
Loan from ICICI Bank	2,50,000
Misc. income	1,400
Interest on above	30,000

57503-4600-(P-4)(Q-9)(17) (2)

Capital	7,00,000
Withdrawal	60,000
Computer	90,000
Goodwill	1,50,000
Stock on 31st March, 2016 (not adjusted)	3,10,000

**UNIT - II**

4. Explain various methods of rectification of errors with suitable example.
5. From the following trial balance of M/s Arjun & sons as at 31.03.2016, prepare trading and profit & loss A/c & balance sheet :

Name of Accounts	Dr. (₹)	Cr. (₹)
Drawing and capital	18,000	80,000
Purchases & Sales	82,600	1,55,000
Stock (01.04.2015)	42,000	
Return outward		2,000
Carriage inward	1,200	
Wages	4,000	
Power	6,000	
Machinery	50,000	
Furniture	14,000	
Rent	22,000	
Salary	15,000	
Insurance	3,600	
8% Bank loan		25,000
Debtors	20,600	
Creditors		18,500
Cash in hand	1,500	
	2,80,500	2,80,500

**Adjustments :**

- Closing stock ₹ 64,000.
- Wages of outstanding ₹ 2,400.

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P. T. O.