

Sl. No. 490

BBAL 2105

No. of Printed Pages : 6

Following Paper ID and Roll No. to be filled in your Answer Book.

PAPER ID : 29105

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No.

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BBA LLB Examination 2018-2019

(First Semester)

FUNDAMENTAL ACCOUNTING

Time : Three Hours]

[Maximum Marks : 60

Note :- Attempt all questions.

Section-A

1. Attempt all parts of the following : $8 \times 1 = 8$

- Define Book-keeping.
- State any two advantages of Accounting.
- What is Bonus shares?
- Define cash Book.
- What are the bases of Accounting?
- What is meant by Indirect Expenses?

[P. T. O.

- (g) Define Assets.
(h) Define minimum subscription.

Section-B

2. Attempt any two parts of the following : $2 \times 6 = 12$

- (a) Enter the following transactions in the Journal of Ram :

2011

- April 1 Ram started business with cash ₹
 50,000
- April 2 Purchased furniture for cash
 ₹ 7,000
- April 7 Sold goods to Mahesh ₹ 10,000
- April 10 Paid Rent ₹ 400
- April 20 Received Commission ₹ 200
- April 24 Withdrew cash from office for
 personal use ₹ 2500

- (b) What is depreciation? Describe the two methods of providing depreciation.

- (c) Define cash flow statement and explain the various activities classified as per AS-3 while preparing cash flow.
- (d) Nikita Ltd. issued 20,000 shares of ₹ 10 each at a premium of 10% payments were to be made as on application ₹ 5, on Allotment ₹ 4 and on first and final call ₹ 2.

Applications were received for 18,000 shares and all were accepted. All money was duly received.

Pass entries in the books of the Company.

Section-C

3. Attempt all the questions. Attempt any two parts from each question. $8 \times 5 = 40$

- (a) Define Accounting and explain which parties or users are interested in Accounting Information.
- (b) What are Accounting concepts? Explain any four of them.

[P. T. O.]

- (c) On 1st May 2018, a Company purchased a plant for ₹ 2,00,000. The useful life is 10 years and scrap value is ₹ 40,000. Determine the rate of depreciation under straight line method and prepare plant account for first three years.
4. (a) What is Trial balance? State the various functions of Trial balance.
- (b) Explain :
- (i) Convention of full disclosure
 - (ii) Convention of Prudence
- (c) State the formulae for the following ratio :
- (i) Inventory turnover Ratio
 - (ii) Current Ratio
 - (iii) Operating Ratio
5. (a) From the following balances of Raj, Prepare a balance sheet as at 31st March 2017.

	Dr.	Cr.
Plant & Machinery	8,00,000	
Land & building	6,00,000	
Furniture	1,50,000	
Bank Overdraft		1,80,000
Debtors/Creditors	3,20,000	2,40,000
B/P		60,000
Capital		15,00,000
Drawings	1,30,000	
Net profit		6,20,000
Investment	80,000	
B/R	1,00,000	
Cash in hand	20,000	
Closing stock	4,00,000	
	26,00,000	26,00,000

[P. T. O.]

- (b) Define debentures. State the various distinctions between shares and debentures.
 - (c) Explain the procedure of preparing cash flow statement.
6. (a) Define Journal. Explain the golden Rules of Accounting.
- (b) What is the imprest system of Petty cash book? Explain its advantages.
 - (c) Define Bank Reconciliation statement? explain the causes of differences in cash book and pass book balance.
