

S.No. : 185

BBAL 2105

No. of Printed Pages : 05

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

PAPER ID : 29105

Roll
No.

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Integrated LL.B. Examination, 2019

(Special Carry Over Paper)

FUNDAMENTAL ACCOUNTING

Time : Three Hours]

[Maximum Marks : 60

Note :- Attempt all questions.

SECTION – A

1. Attempt all parts of the following : 8 × 1 = 8
- (a) Define Financial Accounting.
 - (b) What is a 'leader'?
 - (c) What is included in a trial balance?
 - (d) What is 'Forfeiture of shares'.
 - (e) What is profitability ratio?
 - (f) What is a cash book.

/ P. T. O.

- (g) Define 'Adjusting Entries'.
 (h) Define 'Bonus Shares'.

SECTION – B

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

- (a) What are accounting principles? Discuss any four of them in brief.
 (b) What is a trial balance? What are the objectives/needs of preparing trial balance?
 (c) What is hire purchase system? Explain with suitable example. What are its characteristics.
 (d) What do you mean by analysis of financial statements? What are the objectives of Financial Statement Analysis?

SECTION – C

Note :- Attempt each question.

Attempt any two parts of the following. $5 \times 2 = 10$

- (a) Mr. Ashwin commenced business (in the name of M/s Ashwin Associates) from April 1, 2019

as a garment manufacturer. following are the transactions till July 2019.

- (i) M/s Ashwin Associates commenced business activity with initial capital of ₹ 30,00,000 in cash on April 1.
 (ii) Deposited ₹ 25,00,000 in Bank on April.
 (iii) Borrowed from GE Capital Company ₹ 10,00,000 against security on April 1.
 (iv) Purchased following assets on April 1.-
 Installed furniture and fittings for ₹ 2,50,000 .
 - Machinery from sewing Machinery works for ₹ 1,50,000.
 (v) On April 10, purchased raw material (cloth) valued ₹ 6,50,000 on credit and freight expenses ₹ 20,000 (for raw material).
 (vi) On May 3, purchased raw materials (cloth) from the different company for ₹ 5,00,000 on credit but returned ₹ 1,50,000 worth of cloth due to defect on May 4.

- (vii) On June 15, sold goods on credit to Bombay Dying Men's clear for ₹ 10,00,000.
- (viii) On July 15, sold goods on credit to Fancy showroom ₹ 15, 00,000 but due to bad quality goods of ₹ 1,50,000 was returned on July 17.

Journalise above transactions into general journal.

- (b) Differentiate between Financial Accounting and Management Accounting.
- (c) Explain Accounting Cycle with diagram.

4. Attempt any two parts of the following : $5 \times 2 = 10$

- (a) What is Depreciation? Explain any one type of depreciation with suitable example.
- (b) What is Bank Reconciliation statement? Why is it prepared?

- (c) What is a profit and loss Account? Draw its format with as many items as possible.

5. Attempt any two parts of the following : $5 \times 2 = 10$

- (a) A limited company issued 25,000 ordinary share of ₹ 25 each payable ₹ 5 on application ₹ 10 on

allotment and ₹ 5 each on subsequent calls. 20,000 shares were fully subscribed and money duly received. Give journal entries.

- (b) What is the purpose of a sinking fund? Why are they called sinking fund?
- (c) What is debenture? How many types are there.

6. Attempt any two parts of the following : $5 \times 2 = 10$

- (a) What do you understand by cash flow statement. Explain with format.

- (b) What are the advantages of Accounting Ratios?

- (c) Give definition and formula of any two of the following :

(i) Current Ratio

(ii) Quick Ratio

(iii) Capital gearing Ratio

(iv) Proprietary Ratio
