



QP – 343

**I Semester B.B.A. Examination, March/April 2022  
(Repeaters) (CBCS) (2020 – 21 and Onwards)**

**BUSINESS ADMINISTRATION**

**Paper – 1.3 : Accounting for Business**

Time : 3 Hours

Max. Marks : 70

**Instruction :** Answer should be written in **English** only.

**SECTION – A**

1. Answer **any 5** sub-questions. **Each** question carries **2** marks. **(5×2=10)**

- What is consignment ?
- Define petty cash book.
- State any 4 examples of intangible assets.
- What do you mean by money measurement concept ?
- What is a journal ?
- Give the meaning of cash discount.
- Mention any 2 advantages of subsidiary book.

**SECTION – B**

Answer **any 3** questions. **Each** question carries **5** marks. **(3×5=15)**

- Define Accounting. And state the advantages and disadvantages of accounting.
- Explain golden rules of accounting.
- Enter the following transactions in sales book.

2022

- |      |    |                                    |
|------|----|------------------------------------|
| Jan. | 01 | Sold goods to Shivram ₹ 3,000      |
|      | 05 | Kamat bought goods from us ₹ 5,000 |
|      | 20 | Sold goods to Ashok ₹ 5,000        |
|      | 24 | Shivram returned goods to us ₹ 300 |
|      | 26 | Sold goods to Hariprasad ₹ 3,000   |
|      | 30 | Goods received from Ashok ₹ 500    |

P.T.O.





5. Prepare a Trial Balance from the following :

- A) Sundry Debtors ₹ 1,00,000
- B) Sundry Creditors ₹ 60,000
- C) Capital ₹ 1,00,000
- D) Purchases ₹ 1,00,000
- E) Sales ₹ 2,00,000
- F) Salaries ₹ 50,000
- G) Bills Receivable ₹ 1,20,000
- H) Discount received ₹ 10,000

6. Write any five differences between consignment and a sale of goods.

### SECTION – C

Answer **any 3** questions. **Each** question carries **12** marks.

**(3×12=36)**

7. On January 1, 2021 Audrin Santhosh sent goods costing ₹ 3,70,000 on consignment basis to Mohit Jamwal. The consignor paid ₹ 5,000 as freight and ₹ 10,000 as loading and unloading charges. On March 31, 2021 an Account sale was received from the consignee showing that 90% of the goods had been sold for ₹ 4,10,000 with selling expenses of ₹ 2,000. The consignee enclosed a cheque for the proceeds less expenses and commission of 1% on gross sales.

Prepare Consignment Account and Consignee Account in the books of Consignor.

8. Enter the following transactions in a cash book with discount, cash and Bank columns.

2022

- |      |    |                                                      |
|------|----|------------------------------------------------------|
| Feb. | 01 | Balance of cash in hand ₹ 6,000 and at Bank ₹ 8,000. |
|      | 02 | Cash sales ₹ 10,000                                  |
|      | 05 | Bought goods for cash ₹ 6,000                        |
|      | 08 | Draw a cheque for personal use ₹ 1,000               |
|      | 10 | Paid salary ₹ 1,000                                  |
|      | 12 | Paid rent by cheque ₹ 2,000                          |
|      | 15 | Paid to Sandeep ₹ 1,750 in settlement of ₹ 1,800     |





- 16 Purchased motor van for cash from Rani ₹ 3,000  
19 Money withdrawn from bank for office use ₹ 1,000.  
22 Received ₹ 5,800 from Sowmya in full settlement of her account of ₹ 6,000  
26 Received commission ₹ 500

9. From the following Trial Balance of M/s Prayash Subba Ltd., as on 31<sup>st</sup> March 2021. Prepare the Final Accounts.

Particulars	Debit (₹)	Credit (₹)
Stock 01-04-2020	1,500	—
Purchases and Sales	25,000	78,000
Debtors and Creditors	6,000	6,600
Drawings	5,000	—
Returns	800	1,000
Bills Receivables and Payables	2,500	4,000
Land and Building	30,000	—
Salaries and Wages	12,000	—
Trade expenses	7,000	—
Rent	1,200	—
Stationery	700	—
Bad debts	300	—
Furniture	3,500	—
Cash Balance	500	—
Capital	—	20,000
Investments	15,000	—
Loan (short term)	—	1,400
<b>Total</b>	<b>1,11,000</b>	<b>1,11,000</b>

**Adjustments :**

- 1) Closing stock on 31-03-2021 is ₹ 1,200.
- 2) Outstanding expenses : Wages ₹ 400, Rent ₹ 50.
- 3) Depreciate furniture @ 10% and Land and Building @ 8%.
- 4) Provision for doubtful debts at 15% on Debtors.





10. From the following transactions prepare the personal ledger accounts.

2022

- Jan. 01 Commenced business with cash ₹ 10,000  
 02 Deposited into bank ₹ 5,000  
 03 Purchased machinery for ₹ 5,000 from ABB company  
 08 Goods purchased from Shyam on credit ₹ 15,000  
 12 Paid wages ₹ 350 and Rent ₹ 200  
 20 Goods returned to Shyam ₹ 500  
 23 Sold goods for cash ₹ 6,000  
 25 Sent to ABB company in full settlement a cheque for ₹ 4,900  
 27 Cash paid to Shyam ₹ 14,400 and received discount of ₹ 100  
 28 Salary paid to employees through cheque ₹ 1,000.

11. Enter the following transactions in proper subsidiary books.

2022

- March 01 Bought from Arun Stores ₹ 15,000  
 03 Sold to Chetan Stores ₹ 5,000  
 06 Bought from Guru Stores ₹ 6,000  
 09 Sold to Shiva Prasad ₹ 8,000  
 11 Returned to Arun Stores ₹ 1,500  
 13 Purchased from Rudresh ₹ 6,000  
 16 Chetan returned goods due to damage ₹ 500  
 20 Sold goods to Manu ₹ 4,000  
 24 Manu returned goods ₹ 400  
 26 Goods of ₹ 600 sent back to Rudresh  
 28 Purchased from Zameer ₹ 10,000  
 30 Shivaprasad returned goods ₹ 1,000

#### SECTION – D

Answer the following question, it carry 9 marks.

(1×9=9)

12. Draft a chart relating to companies maintaining IFRS Standard.

OR

Prepare Purchases and Sales Book with imaginary figures.