



**I Semester B.B.A. (Aviation Management) Examination, May 2022
(NEP – 2021-22 and Onwards)**

Paper – 1.2 : FUNDAMENTALS OF ACCOUNTANCY

Time : 2½ Hours

Max. Marks : 60

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

SECTION – A

Answer **any six** of the following sub-questions. **Each** sub-question carries **two** marks.

(6×2=12)

1. a) Give the meaning of 'Accounting Standards'.
- b) What do you mean by 'Money Measurement' concept of Accounting ?
- c) State any two objectives of Accounting.
- d) What are the 'Golden Rules' of Accounting ?
- e) Mention any four types of Accounting.
- f) What do you mean by 'Sales Return' ?
- g) Give the meaning of 'Petty Cash Book'.
- h) Write any four items belonging to Real Account.

SECTION – B

Answer **any three** of the following questions. **Each** question carries **four** marks.

(3×4=12)

2. Explain in brief the important functions of Accounting.
3. Briefly explain the steps involved in Accounting Process.
4. Using the accounting transaction details given below, pass the Journal Entries in the books of Mr. Pushkal.

1/7/2021 Mr. Pushkal commenced business with cash ₹ 1,00,000.

3/7/2021 Received an account payee cheque from Mr. Sumuk ₹ 20,000.

4/7/2021 Goods worth of ₹ 32,000 sold to Prakash and received a cash of ₹ 20,000.

16/7/2021 Paid Vinay ₹ 10,000 and received a discount of ₹ 1,000.



18/7/2021 Bank charges charged by the Bank ₹ 1,500.

26/7/2021 Drew for personal use ₹ 5,000.

30/7/2021 Paid rent ₹ 10,000 by cheque.

30/7/2021 Salary paid by cash ₹ 15,000.

5. Enter the following transactions in the proper subsidiary books of Mr. Vijay as on Jan. 2021.

i) Sold to Vishwas ₹ 15,000

Bought from John ₹ 7,500

ii) Sold to Vinay ₹ 17,500

Purchased goods from Harsha ₹ 25,000

iii) Bought goods from Paramesh ₹ 6,000

Sold to Narayan ₹ 5,500

iv) Sold to Sumukh ₹ 8,000

Bought goods from Pramod ₹ 7,000.

6. Enter the following transactions of Mr. Keshav and prepare Trial Balance as on 31/03/2021.

Opening Stock ₹ 24,520

Mr. Keshav's Capital ₹ 4,72,000

Mr. Keshav's Drawings ₹ 20,000

Buildings ₹ 81,440

Sales ₹ 3,80,000

Purchases ₹ 3,64,600

Loan to Employees ₹ 50,000

Sales Return ₹ 3,640

Machinery ₹ 3,72,300

Freight ₹ 10,000

Discount allowed ₹ 5,800

Loan from Manju ₹ 66,000

Bank Overdraft ₹ 70,000

Discount received ₹ 4,300



SECTION - C

Answer **any three** of the questions. **Each** question carries **twelve** marks. **(3×12=36)**

7. Give the meaning of Accounting Standards and also explain the importance of Accounting Standards.
8. Prepare a Cash Book with Cash, Bank and Discount Columns from the following transactions and bring down the balance for the beginning of the next month.

Jan. 2021		₹
1 st	Cash in hand	2,500
	Cash at Bank	10,000
2 nd	Paid into Bank	1,000
5 th	Bought furniture and issued cheque	2,000
8 th	Purchased goods for cash	500
12 th	Received cash from Mahi	3,900
	Discount allowed to him	100
14 th	Cash sales	4,000
16 th	Paid Amaranath by cheque	1,950
	Discount received from him	50
19 th	Paid into Bank	400
23 rd	Withdrawn from bank for private use	600
24 th	Received cheque from Patel	1,430
	and allowed him discount	20
28 th	Withdraw cash from Bank for office use	2,000
30 th	Rent paid by cheque	800

9. Smaya started a business with capital of ₹ 50,000 on 01/01/2021. Other details of her business transaction is given below :

- 02/01/2021 She purchased furniture for ₹ 5,000
- 03/01/2021 She sold goods to Suresh for ₹ 5,000
- 14/01/2021 She bought goods on credit from Vinod for ₹ 8,000
- 15/01/2021 She received cash from Suresh ₹ 3,000
- 18/01/2021 She purchased goods for cash ₹ 12,000
- 25/01/2021 She sold goods for cash ₹ 8,000
- 28/01/2021 She paid rent ₹ 1,200
- 31/01/2021 She paid Vinod ₹ 3,000 on account

Pass necessary Journal Entries in the books of SMAYA and also prepare necessary Ledger Accounts.



10. From the following Trial Balance of Niketan and Traders, prepare statement of Profit and Loss for the year ending 31/03/2021 and Balance Sheet as on that day.

Particulars	Debit	Credit
Purchase	21,750	
Discount allowed	1,300	
Salary	6,500	
Sales		35,000
Wages	2,000	
Travelling Expenses	400	
Commission	425	
Carriage Inward	275	
Administration Expenses	105	
Trade Expenses	600	
Interest	250	
Building	5,000	
Furniture	200	
Debtors	4,250	
Creditors		2,100
Capital		13,000
Cash	7,045	
Total	50,100	50,100

Adjustments :

- Stock on 31st March, 2021 was ₹ 6,000.
 - Depreciate Building by 20%.
 - Create a provision for bad debts at 10% on Debtors.
 - Outstanding salaries ₹ 475.
11. What do you understand by the term 'Cash Book' ? What are the necessary steps followed in the creation of subsidiary books in the Spread Sheet ? Explain with reference to 'Cash Book'.