

(i) Printed Pages : 4

Roll No.

(ii) Questions : 14

Sub. Code :

0	8	4	6
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Exam. Code :

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B.B.A. 1st Semester

1125

FINANCIAL ACCOUNTING

Paper-BBAS105

Time Allowed : Three Hours]

[Maximum Marks : 80

Note :- There are **three** Sections : In Section A, students are required to attempt **four** questions. In Section B and C students are required to attempt **two** questions from each Section.

SECTION-A

1. Briefly explain the functions of Accounting. 5
2. Briefly explain the concept of "Full Disclosure". 5
3. What do you mean by Management Accounting ? 5
4. What is meant by Trial Balance ? 5
5. Briefly explain the need of Book-Keeping. 5

6. State any five limitations of Accounting. 5

SECTION-B

7. On 1st January 2011, Raghunath & Co. purchased a Machine for Rs. 74,000 and spent Rs. 6,000 on its installation. On 1st January 2012, the firm purchased another machine for Rs. 20,000. On 1st July, 2013 the machine purchased on 1st January, 2011 was sold for Rs. 56,000 and on the same date a new machine was purchased for Rs. 50,000. On 1st July, 2014 the machine purchased for Rs. 20,000 on 1st January, 2012 was sold for Rs. 4,000. For the year, 2011 the depreciation was charged @ 10% p.a. on original cost of the Machine. However from 2012, the company decided to write off depreciation @ 15% p.a. on written down value method. Prepare Machine Account for 4 years. 15
8. Prepare Trading, Profit and Loss Account and a Balance Sheet with imaginary figures. Assume any four adjustments. 15
9. What are the different types of Cash Book ? Explain and how each one of these balanced. Give similarities of cash book with Journal and Ledger. 15
10. What do you mean by Reserves ? Explain the different types of Reserves and how is it different from provisions. 15

SECTION-C

11. X Ltd. issued 60,000 shares of Rs. 10 each at 20% premium payable as follows :

On application Rs. 5 (including premium), on allotment Rs. 3 and on 1st and final call Rs. 4. The company received applications for 75000 shares and allotment was made as follows :

- (i) Applicants for 40,000 shares allotted were in full.
- (ii) Applicants for 25,000 shares allotted were 20,000 shares.
- (iii) Applicants for 10,000 shares allotted were Nil shares.

A shareholder to whom 200 shares were allotted under category (i) Paid full amount due on shares alongwith allotment money. Another shareholder holding 600 shares failed to pay the amount due on call. His shares were forfeited and 500 of these shares were subsequently re-issued as fully paid @ Rs. 11 per share.

Pass Journal Entries and give Balance Sheet of the company.

15

12. Write short notes on the following :

- (i) Calls-in-arrears
- (ii) Calls-in-advance
- (iii) Over subscription of shares
- (iv) Forfeiture of shares
- (v) Sweat Equity shares.

15

13. The following balances appeared in the books of Vishal Paper Ltd. on 1st Oct. 2013 :

	Rs.
12% Debentures	2,00,000
Sinking Fund	1,50,000
Sinking Fund Investment (Face Value)	1,70,000

Interest on Investment is received on 30th September and 31st March @ 8% p.a. Annual contribution to Sinking Fund was Rs. 25,000 made on 31st March each year. Debenture fall due for payment on 31st March, 2014. The company carried out the redemption by sale of sinking fund investment at 95% on that date balance at bank stood at Rs. 72,000 (before interest on investments has been received).

Pass Journal Entries and prepare Ledger Accounts. 15

14. Give a specimen form of Balance Sheet of a company according to Companies Act, 1956. Explain each item in brief. 15