

BBA-02
December - Examination 2017
BBA Pt. I Examination
Fundamentals of Accounting
Paper - BBA-02

Time : 3 Hours]

[Max. Marks :- 80

Note: The question paper is divided into three sections A, B and C. Write answers as per given instructions.

Section - A

8 × 2 = 16

(Very Short Answer Questions)

Note: Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum upto 30 words. Each question carries 2 marks.

- 1) (i) Explain the entity concept.
- (ii) “Debit the receiver and credit the giver”, this rule is related to which type of account?
- (iii) When suspense account is opened?
- (iv) Give two example of capital expenditure.
- (v) Where closing stock is shown in final accounts?
- (vi) What is compensating error?
- (vii) Give two causes of depreciation.
- (viii) What do you mean by cash price in hire purchase system?

Section - B**4 × 8 = 32**

(Short Answer Questions)

Note: Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 8 marks.

- 2) Explain accounting cycle.
- 3) Explain stock and debtors method.
- 4) What are differences between receipts and payments account and cash book.
- 5) Write a note on use of computer accounting in current era.
- 6) Write journal entries of forfeiture and re-issue of shares.
- 7) Journalise the following transactions:
 - (i) ₹ 4000 deposited into bank.
 - (ii) Bank charges debited ₹ 100 by bank.
 - (iii) Goods purchased from Ram ₹ 5000.
 - (iv) Goods worth ₹ 2500 drawn by proprietor.
- 8) Elucidate the essential features of financial statement.
- 9) Explain two column cash book with illustrations.

Section - C**2 × 16 = 32**

(Long Answer Questions)

Note: Answer **any two** questions. Each answer should not exceed 500 words. Each question carries 16 marks.

10) Explain the following :

- (i) Inter -branch transactions. 4
- (ii) Format of Branch personal account 8
- (iii) Inter departmental transfer. 4

11) State the provisions of companies act regarding redemption of preference shares.

12) A company issued 5000 equity shares of ₹ 10 each at par, ₹ 3 on application, ₹ 2 on allotment, remaining in two equal calls are demanded. All the shares are subscribed and issued. Give journal entries to record these transactions.

13) Explain with illustration:

- (i) Provision for Bad debts.
- (ii) Prepaid and outstanding expenses.
