

BBA-02
December - Examination 2018
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 "Matching Concept".
- (ii) "Debit all losses and expenses and credit all gains and incomes". This rule is related to which type of account?
- (iii) Which type of transactions are entered in "Sales Book"?
- (iv) What do you mean by "Books of second entry"?
- (v) Explain the term "Overriding commission."
- (vi) Give two examples of "errors of omission."
- (vii) Give the names of two accounts under self balancing system. Which are opened in General ledger?
- (viii) Explain the term "Trial Balance".

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) Mention names of different methods of charging depreciation.
- 3) Explain Accounting cycle.
- 4) Explain the treatment of “Entrance fees”, “Life membership fees” while preparing Income and expenditure account.
- 5) Explain “Inter Branch Transactions” and “Inter-departmental Transfer”.
- 6) Journalise the following transactions:
 - (i) Salary paid ₹ 5,000.
 - (ii) Stationary purchased from Ram ₹ 1,000.
 - (iii) Goods purchased from Shyam for ₹ 6,000 at a 5% trade discount.
 - (iv) Amount paid to Hari ₹ 19,000.
- 7) A company redeemed its 10% preference shares of ₹ 1 lakh at par out of profits available. Journalise the above transactions.
- 8) Explain the procedure for preparing Bank Reconciliation statement in brief.
- 9) Explain the treatment of provision for bad debts, with taking examples.

Section - C**2 × 16 = 32**

(Long Answer Questions)

Note: Answer **any two** questions. You have to delimit your each answer maximum upto 500 words. Each question carries 16 marks.

- 10) Write a note on "Persons Interested in Accounting".
- 11) A company issued 5000 equity shares of ₹ 100 each at par. ₹ 2 on application, ₹ 5 on allotment, ₹ 3 on first and final are demanded. All the shares were subscribed and issued. Journalise the above transactions.
- 12) What types of problems arise in departmental accounting and how are they solved?
- 13) Explain the treatment of following:
 - (i) Prepaid expenses
 - (ii) Outstanding expenses
 - (iii) Unearned incomes
 - (iv) Accrued incomes.
