

BBA-02
June - 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 sentence upto 30 words. Each question carries 2 marks.

- 1) (i) What do you mean by “Mercantile System of Accounting”?
- (ii) What is compound entry?
- (iii) What is Account?
- (iv) Give two examples of Deferred revenue expenditure.
- (v) How drawings are shown in Balance Sheet?
- (vi) What is “errors of principles”?
- (vii) What do you mean by “Straight line method of depreciation”?
- (viii) What do you mean by “Higher purchase price”?

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) Write the difference between Profit and Loss Account and Balance Sheet.
- 3) Give the names of eight persons who might feel interested in accounting.
- 4) Explain, the basis of apportionment is made for indirect expenses, while preparing Departmental accounts.
- 5) Give the format of "Total Debtors Account" in sectional balancing system.
- 6) Write the journal entries for issue of debentures.
- 7) Prepare journal entry of the following:
 - (i) Rent paid to Ram by cheque ₹ 5000.
 - (ii) Bank credited interest ₹ 500 in our account.
 - (iii) Goods sold to Ram in cash ₹ 3000
 - (iv) Drawings ₹ 1500
- 8) Explain in brief any four subsidiary books.
- 9) Write short notes on the following:
 - (i) Outstanding expenses
 - (ii) Provisions

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) Write the journal entries for issue of shares of premium and at par, when payment is made with application, allotment, first call and second call.
- 11) Explain with illustration “stock and debtors method”.
- 12) Give the format of Bank Reconciliation statement with imaginary figures.
- 13) Explain the following:
 - (i) Trial Balance
 - (ii) Debentures issued as collateral security
 - (iii) Capital and revenue expenditure
 - (iv) Higher Purchase Trading Account
