

Faculty of Business Management
BBA I-Year, CBCS-II Semester Regular Examinations -June/July, 2022
PAPER: Financial Accounting

Time: 3 Hours

Max Marks: 80

Section-A

- I. Answer any *five* of the following (5x4=20 Marks)
1. Accounting as an information system
 2. Opening Entry
 3. Adjustment Entries
 4. Debt-Equity ratio
 5. Objectives of IFRS
 6. Inventory Turnover Ratio
 7. Accounting Equation
 8. Nature of accounts

Section-B

- II. Answer the following (5x12=60 Marks)
9. (a) Define the term 'Accounting' and discuss its scope.
(OR)
(b) Write an essay on Generally Accepted Accounting Principles.
- 10.(a) Explain about: (i) Trial Balance (ii) Preparation of Ledger Accounts
(OR)
(b) Journalise the following transactions:
- | | | |
|--------------|---------------------------|---------------|
| Jan 1, 2018 | Commenced with Cash | Rs. 10,00,000 |
| Jan 3, 2021 | Purchased Goods worth | Rs. 5,00,000 |
| Jan 8, 2021 | Sold goods to Mr.Ram | Rs. 2,00,000 |
| Jan10, 2021 | Purchased goods | Rs. 2,80,000 |
| Jan 18, 2021 | Sold Old furniture | Rs. 20,000 |
| Jan 28, 2021 | Withdrew for personal use | Rs. 2,000 |
| Jan 30, 2021 | Salaries Paid | Rs. 90,000 |
| Jan 30, 2021 | Rent Paid | Rs. 15,000 |
11. (a) Explain the contents of financial statements of a joint stock company as per the Companies Act 2013.
(OR)
(b) From the following Trial Balance prepare Trading, Profit and Loss A/c for the year ended 31-03-2021 and Balance sheet.

Debit Balances	Rs.	Credit Balances	Rs.
Sundry Debtors	50,000	Sundry creditors	20,000
Cash in hand	1,200	Sales	2,92,000
Motor Car	72,000	Capital	1,70,000
Furniture	3,500		
Purchases	1,95,000		
Sales Returns	2,600		
Patents	8,420		
Opening Stock	7,000		
Motor Car expenses	11,400		
Rent, Rates and Taxes	6,100		
Insurance Premium	2,400		
Machinery	74,000		

Wages	23,600		
General Expenses	2,680		
Carriages Inwards	2,040		
Carriages Outwards	1,130		
Discount	6,930		
Drawings	12,000		
	4,82,000		4,82,000

Closing stock: Rs.50,000

12.(a) What is Financial Statement Analysis? Explain the techniques of Financial Statement Analysis.

(OR)

(b) From the following information Calculate Current Ratio, Quick Ratio and Absolute Liquid Ratio

Debtors	Rs. 50,000	Creditors	Rs. 45,000
Cash in Hand	Rs. 35,000	Bills Payable	Rs. 12,000
Bank Overdraft	Rs. 30,000	Stock	Rs.2,00,000
Short-term Investments	Rs. 25,000	Capital	Rs. 9,000
Prepaid Expenses	Rs. 5,000	Drawings	Rs. 5,000
Outstanding Wages	Rs. 2,000		

13.(a) Explain the salient features of Ind-AS issued by the ICAI.

(OR)

(b) Discuss the main features and uses of International Financial Reporting Standards.
