

**B.B.A. LL.B. (FIVE YEAR DEGREE COURSE) (CBCS - 2015 COURSE)**

**B.B.A. LL. B. Sem - IV : WINTER : 2021**

**SUBJECT: FINANCIAL & MANAGEMENT ACCOUNTING**

Day : Wednesday

Time : 02:00 PM-04:30 PM

Date : 29-12-2021

W-12540-2021

Max.Marks 60

**N. B. :**

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of **SIMPLE** calculator only is allowed.

**Q. 1 A) Give one word for the following: (05)**

- i) The tangible objects or intangible rights of an enterprise which carry probable future benefits.
- ii) A statement showing the causes of disagreement between the balance of cash book and pass book.
- iii) The concept of quantification of business transaction into financial terms by using monetary unit i.e. rupee and basic as measuring unit.
- iv) A summarized record of business transactions relating to persons, firms or companies asset and properties, expenses, losses, incomes and gains.
- v) Expenditure incurred for purchasing long term asset.

**B) Classify the following accounts in Assets, Liabilities, Income and Expenditure (05)**

- i) Royalty
- ii) Loose tools
- iii) Creditors
- iv) Bad debts
- v) Interest on investment
- vi) Octroi
- vii) Profit on sale of furniture
- viii) Wages
- ix) Carriage
- x) Patents

**C) Explain different Bank instruments provided for easy transactions of business. (05)**

**OR**

**Q. 1 Define Accountancy. Explain various conventions and principles of accounting. (15)**

**Q. 2 Journalize the following transactions in the books of Mr. Amol for the month of January, 2018. Also prepare ledger accounts of the same. (10)**

	<b>Particulars</b>
1	Purchased furniture from Mr. Samarth worth ₹ 15000
2	Sold goods to Rajesh @ 10 % trade discount worth ₹ 100000
3	Paid rent ₹ 3000 and electricity charges ₹ 700
4	Cash received as commission ₹ 1700
5	Paid Royalty ₹ 5000

**P. T. O.**

OR

Q. 2 From the following balances prepare a trial balance as on 31-3-2018 (10)

Capital ₹ 140000, Purchases ₹ 36000, Discount allowed ₹ 1200, Carriage Inward ₹ 8700, Carriage Outward ₹ 700, Rent and taxes ₹ 1200, Plant and Machinery ₹ 80700, Stock on 1<sup>st</sup> April, 2017 ₹ 15500, Sundry Debtors ₹ 20200, Sundry Creditors ₹12000, Investment ₹ 3600, Commission received ₹ 1800, Cash in hand ₹100, Cash at Bank ₹ 10100, Motor cycle ₹ 34600, Stock on 31<sup>st</sup> March, 2018 is ₹ 20500.

Q. 3 A firm purchased on 1<sup>st</sup> April, 2014 a second hand machinery for ₹ 36000 and spent ₹ 4000 on its installation. (10)

On 1<sup>st</sup> October in the same year another machinery costing ₹ 20000 was purchased. On 1<sup>st</sup> October, 2016 machinery bought on 1<sup>st</sup> April, 2014 was sold off for ₹ 12000 and a fresh machine was purchased for ₹ 64000 on the same date. Depreciation is to be provided annually @ 10% on written down value method. Show machinery a/c for 3 years ending on 31<sup>st</sup> March. Show detailed working note.

OR

Q. 3 On 31<sup>st</sup> March, 2018 pass book of Shri Rajendra shows a debit balance of ₹ 10000. From the following prepare Bank Reconciliation Statement (10)

1	Cheques amounting to ₹ 8000 drawn on 25/3/2018 of which Cheques of ₹ 5000 were encashed on 2/4/2018
2	Cheques paid into the bank for collection of ₹ 5000, but Cheques of ₹ 2200 could only be collected in March, 2018.
3	Bank charges ₹ 25 and dividend of ₹ 350 on investment collected by the bank could not be shown in the cash book.
4	A bill of ₹ 10000 was received by the Bank under rebate of ₹ 150 but the full amount was credited in the cash book.

Q. 4 Prepare two column cash book from the following transaction for March, 2018 (10)

1	Cash in hand ₹ 15000, Cash at Bank ₹ 50000.
5	Deposited in bank ₹ 5000.
8	Cash sales ₹ 10000. 6 % GST to be applied.
15	Received cash from Damini ₹ 3000, allowed her discount of ₹ 100.
18	Received postdated cheque from Deepak ₹ 5000
23	Cheque received from Deepak deposited in the bank.
27	Withdrew from bank for personal use ₹ 1500.
30	Purchased goods on credit from Chander ₹ 50000 GST @ 6% to be applied.
31	Received cheque from Ashok ₹ 2000 and deposited into bank.
31	Bank charges paid for month ₹ 100.

OR

Q. 4 The summarized Balance Sheet of Ashwin Ltd. as on 31/3/2016 and 2017. (10)

Liabilities	2016 ₹ (in lakhs)	2017 ₹ (in lakhs)
Paid up Capital	194	194
<u>Long term borrowing</u>		
From bank	68	97
From others	281	343
Current liabilities	52	54
	<u>595</u>	<u>688</u>
Assets	2016 ₹ (in lakhs)	2017 ₹ (in lakhs)
Net block of Asset	286	261
Current Assets	143	199
P and L A/c	166	228
	<u>595</u>	<u>888</u>

Calculate:

- i) Debt to equity Ratio
- ii) Current Ratio
- iii) Fixed Assets
- iv) Proprietary Ratio

Q. 5 Prepare Balance Sheet of Durga Ltd. in the prescribed format as on 31/3/2014

Particulars	₹	Particulars	₹
Lease hold property	1600000	Share capital	2065000
Bank balance	105000	Staff provident fund	800000
Plant and Machinery	900000	Capital Redemption Reserve	220000
Goodwill	300000	General Reserve	190000
Investment in a subsidiary company	1150000	Deposits from Public	900000
Profit and Loss a/c	70000	Accounts Payable	210000
Stock of finished goods	120000	Short Term Loan from SBZ	178000
Accounts Receivable	240000	Unclaimed dividend	6000
Preliminary Expenses	39000		-
Under writing Commission	45000		-
	<b>4569000</b>		<b>4569000</b>