

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

B.B.A. LL. B. Sem - IV : : SUMMER - 2022

SUBJECT : FINANCIAL & MANAGEMENT ACCOUNTING

Day : Wednesday
Date : 01-06-2022

S-12540-2022

Time : 10:00 AM-12:30 PM
Max. Marks : 60

N. B. :

- 1) All questions are **COMPULSORY**. **Q. No. 1** and **Q. No. 5** carry **15** marks each and remaining questions carry **10** marks each.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable calculator is **ALLOWED**.

Q. 1 A) Fill in the blanks: (05)

- i) The system of double entry book keeping is based on _____ concept.
- ii) A bank _____ account holder is permitted for overdraft from account.
- iii) Purchase of furniture of credit is recorded in _____.
- iv) Balance sheet is not an _____ but a _____.
- v) Under _____ method amount of depreciation changes every year.

B) Classify following in Asset or Liability: (05)

- | | |
|--------------------------|---------------------------|
| i) Capital | vi) Trade payables |
| ii) Goodwill | vii) Bank overdraft |
| iii) Outstanding rent | viii) 8 % Government Bank |
| iv) Preliminary expenses | ix) Computer |
| v) Building | x) Prepaid Insurance |

C) List the software used in accounting. Explain any 2 with advantages and disadvantages. (05)

OR

A) Define Accountancy. Explain any 5 principles of accounting. (05)

B) Explain in detail types of crossing of cheque. (05)

C) Explain importance of Book Keeping and Accountancy. (05)

Q. 2 Journalize the following entries and prepare necessary ledger A/C: (10)

In the books of Minal for the month of January

Date	Particulars
1	Opened a current A/c with SBI by depositing ₹ 1,50,000.
2	Goods sold on credit to Mr. Mehta for ₹ 25,000 @ 10 % Trade Discount and 2 % cash discount.
3	Purchased goods for ₹ 35,000 @ 10 % Trade discount and paid Cash immediately by cheque ₹ 30,000.
4	Paid ₹ 500 for rent and ₹ 3,000 for stationary.
5	Goods purchased were returned ₹ 3,000 gross.

P. T. O.

OR

Q. 2 Prepare necessary subsidiary books for Mr. Sham. (10)

Cash book has a Debit Balance of ₹ 10,000

Date	Particulars
1	Cash purchases of ₹5,000 and ₹ 15,000 on credit from Mr. Oak @ 10 % Trade Discount (on credit only)
2	Sold goods to Mr. Dharam @ 10 % Trade Discount ₹ 20,000.
3	Mr. Oak returned goods worth ₹ 1,000 taken on credit only.
4	Cash deposited in Bank ₹ 1,000.
5	Paid electricity charges ₹ 300.
6	Purchased furniture ₹10,000 and paid for carriage ₹ 500.
7	Goods sold to Mr. Shree @ 12 % Trade Discount. worth ₹ 15,000.
8	Goods distributed as free sample ₹ 1,500.
9	Mr. Shree returned Goods worth ₹10,000 net.
10	Purchased goods worth ₹ 10,000 @ 10 % Trade Discount ½ paid in cash, ¼ by cheque and ¼ by credit from Mr. Satish.

Q. 3 Prepare a Bank Reconciliation Statement as on 31st June, 2019 (10)

Date	Particulars
1	Bank Pass book showed a favourable balance of ₹ 9,214.
2	Bank credited the sum of ₹ 1,650 by mistake.
3	Cheque of ₹4,500 issued on 29 th June but presented for payment on 2 nd July.
4	As per standing instruction Bank transferred ₹ 950 for our loan A/c.
5	A cheque of ₹ 600 received, deposited and credited by banks, was recorded wrongly in cash column in the cash book.
6	Cheque of ₹ 8,500 were deposited in June but cheque of ₹ 6,000 only was cleared by bank.

OR

Q. 3 Prepare a Trial Balance (10)

Particulars	₹
Capital	50,000
Debtors	2,500
Wages	3,500
Depreciation	1,500
Furniture	12,500
Advertisement	2,500
Bad Debts	600
Carriage	2,500
Purchases	15,000
Salary	4,500
Sales	40,000
Postage	250
Creditors	4,000
Land and Building	45,000
Bank Loan	2,000
Cash In Hand	1,250
Rent	2,900
Drawings	1,500

- Q. 4** M/s. Sagar Ltd. Purchased a machinery for ₹ 3,00,000 on 1st April, 2015 (10)
 additional machinery was acquired for ₹ 3,00,000 on 30th September, 2016
 and for ₹ 50,000 on 1st April, 2017.
 Machinery purchased on 10th September, 2015 was sold for ₹ 2,30,000 on
 30th September, 2017.
 Prepare Machinery A/c., Depreciation A/c. for the year ended on 31st March,
 depreciation charged @ 10 % p.a. on written down value method.

OR

- Q. 4** Calculate Ratios from the following: (10)
- i) Gross profit
 - ii) Net profit
 - iii) Debt to equity
 - iv) Current ratio
 - v) Liquid ratio
- Balance Sheet of ABC ltd.

Liabilities	₹	Assets	₹
30,000 Equity Shares	3,00,000	Fixed Asset	3,50,000
Long Term Debts	1,00,000	Inventory	65,000
Accounts Payable	80,000	Accounts Receivable	60,000
Other Current Liabilities	20,000	Cash	25,000
	5,00,000		5,00,000

Income Statement

Particulars	₹
Sales	9,00,000
Cost of Goods Sold	(4,00,000)
General Administration and Selling Expenses	(1,00,000)
All Other Expenses	(2,50,000)
Net Income	1,50,000

- Q. 5** From the following ledger balance of Ultra tech Ltd. Prepare the Balance (15)
 sheet of the company as on 31-3-2017 as per schedule III of Companies Act

Particulars	Amount (₹)	Particulars	Amount (₹)
Equity Share Capital	26,00,000	Advances to employees	1,50,000
General Reserve	30,000	Discount on Issue of Debentures (un written off)	12,500
12 % Debenture	4,00,000	Tools and equipment	3,75,000
Land and Building	15,54,970	Gratuity Fund	3,00,000
Goodwill	10,00,000	Debtors	1,38,250
Bank Overdraft	2,45,100	Cash at Bank	1,57,160
Proposed Dividend	82,000	Stores and Spares	1,77,800
Prepaid Insurance	25,000	Profit and Loss A/c (credit)	21,490
Mutual Fund	1,68,000	Bills Receivable	44,600
Interest Payable	32,400	Sundry Creditors	92,560