



**MBG-16110010106**      Seat No. \_\_\_\_\_  
**B.B.A. (Sem. I) Examination**  
**November / December – 2016**  
**Principles & Practice of Accounting - I**  
*(New Course)*

Time : **2.30** Hours]

[Total Marks : **70**]

**INSTRUCTION:-** 1) Give answer of all the quation in answer book

- 2) show working note as part of your answer
- 3) all quastions are equal marke's

**Q-1** (A) State a difference between book-kipling and accountancy. [7]  
(B) Give the meaning of accounting. Exaplain the scope and Objectives of accounting [7]

**OR**

**Q-1** (A) What is business transatons and Explain Types of Transatons [7]  
(B) Write a short note on Rules of Debit and Credit [7]

**Q-2** Journalise the following transactions in books of MADHAV January-2016. [14]

Jan.-1 madhav started business with the following assets and liabilities:

	Rs.
Cash in Hand	3,000
Goods in Hand	10,000
Furnitures	6,000
Buildings	2,00,000
Due by Narayan	6,000
Due To Ranjit	8,000
Due To Kiran	17,000

His Transactions For The Month are

January-1 Purchased goods from Prit subject to a Trade Discount of 5% Rs.10,000

January-3 sold goods to Raj subject to a Trade Discount of 3% Rs. 5,000

January-5 Received From Narayan Rs. 5,800 in full settlement of his account.

January-6 Received From Raj Rs.4,500 in full settlement of his account.

January-10 Paid Prit Rs. 9,000 in full settlement of his account

January-25 Sold goods for cash to Ravi Rs. 20,000

January-28 Paid Ranjit Rs. 8,000

OR

Q-2 Journalise the transactions and open only the personal accounts in the ledger: [14]

2016

JULY-1 Sivangi started her business with the following:

Cash	Rs.2,000
Goods	Rs.1,000
Furnitures	Rs.500
JULY-5 Sold goods to Raviraj	Rs.500
Sold goods for cash	Rs.300
JULY-9 Received from Raviraj on account	Rs.300
JULY-12 Purchased goods From Mukesh	Rs.900
JULY-15 Paid to Mukesh	Rs. 500
JULY-20 Paid interest to Mukesh	Rs.10
JULY- 31 Paid salary	Rs. 2,000
JULY-31 Paid rent	Rs.160
JULY-31 Paid stationery charges	Rs.800.

Q-3 Enter the following transactions in proper subsidiary Book of Mr. kanaiya [14]

2016	Rs.
MARCH-1 Purchased goods from prafulbhai, petalad	800
MARCH-3 Sold goods to shivani, singapur	300
MARCH-4 Sold goods to vasantbhai, valsad	240
MARCH-6 Bought goods from venkatesh, Bangalore	900
MARCH-7 Bought goods from Dattatreya, Dawarka	1,500
MARCH-10 shivangi Returned goods	50
MARCH- 11 Bought goods from Gopal Krishana, Bengalore	1,500
MARCH-12 Returned goods to prafulbhai, petalad	200
MARCH- 15 Returned goods to Dattatreya, Dawarka	100
MARCH-17 sold goods gundappa, Bangalore worth Rs.2,000	

subject to a Trade Discount of 25%

MARCH-18 vasantbhai, valsad Returned goods	40
MARCH-20 Bought goods from Anantha Murthy, Mysore	900

OR

Q-3 Enter the Following transations in a cash book with discount and cash and bank [14] columns :

Date	Particulars	Rs.
2016		
January-1 Commenced business with	10,000	
January-2 Paid into bank	8,000	
January-7 Purchased goods by cheque	3,000	
January-10 Paid Rent	150	

January-12 Purchased Furniture gy cheque	180
January-15 Cash sales	650
January-16 Gave Gopal a Cheque for Rs.970 and he allowed discount Rs. 25	
January-18 Received from Narayana a cheque for Rs.1,500 and he was allowed a Discount of Rs.30	
January-20 Paid into bank	1,500
January-25 Paid wages	60
January-28 Drew for office use	400
January-30 Received from Gopal	100
January-31 Withdrew for personal use by cheque	150

Q-4 On checking Amidhara's cash book with the bank statement of her overdrawn [14]

current account for the month of November,2015. you find the following :

- a) Cash Book Showed an Overdraft of Rs.4,500.
- b) The Payment side of the Cash Book had been undercast by Rs.150.
- c) A cheque for Rs.750 drawn on saving deposite account has been shown as drawn on current account,in cash book.
- d) Cheque amounting to Rs. 7,000 drawn and entered in the cash book had not been presented.
- e) Cheques amounting to Rs.6,000 sent to the bank for collection,though entered in the cash book,had not been credited by the bank.
- f) Bank charges of Rs.75 as per bank statement of account had not been taken in the cash book.
- g) Dividends of the amount of Rs. 2,500 had been paid direct to the bank and not entered in the cash book.

you are required to arrive at the balance as it would appear in the bank statement as on 30<sup>th</sup> November,2015.

OR

Q-4 What is Bank Reconciliation systems? State the reasons for the difference [14]  
between the cash book and pass book balance.

Q-5 A book-keeper, while preparing his trial balance finds that the debit exceed [14]  
the credit by Rs. 7,250. Being required to prepare the final accounts, he place the  
difference to a suspense account. in the next year, the following mistakes were  
discovered:

- (a) A Sale of Rs. 4,000 has been passed through the purchases Day Book. The entry in Customer's account has been correctly recorded.
- (b) Goods Worth Rs. 2,500 taken away by the proprietor for his use has been debited to Repairs Account.
- (c) A bill Receivable for Rs. 1,300 received from Krishna has been dishonoured on maturity, but no entry passed.
- (d) Salary Rs. 650 paid to a Clerk has been debited to his personal account.
- (e) A purchase of Rs. 750 from Raghuvir has been debited to his account. purchase account has been correctly debited.
- (f) A sum of Rs. 2,250 written off as depreciation on furniture has not been debited to Depreciation Account.

Draft the Journal entries for rectifying the above mistakes and prepare the Suspense Account.

OR

Q-5 From the following ledger balances of a trader "MADHAVRAYJI" prepare [14]  
trading and profit and loss Account and Balance Sheet as on 31-03-2016.

Particulars	Rs.
Opening Stock	48,000
Drawings	6,000
Sales	1,25,000
Sundry Debtors	18,000
Capital	25,000
Wages	14,000
Salaries	2,800
Carriage on Purchases	2,500
Rent	3,500
Purchases	60,000

Discount on Purchases	2,000
Interest on Bank Loan	100
Bills Receivable	3,000
Plant and Machinery	10,000
Cash	1,000
Buildings	2,500
Bills Payable	2,500
Bank Loan	2,000
Reserve for Bad Debts	2,500
Returns Outwards	750
Sundry Creditors	11,650

**ADJUSTMENTS:-**

- (1) Rent at Rs.100 per month is not paid for 2 months.
- (2) Wages and salaries are unpaid to the extent of Rs. 225 and Rs. 750 respectively.
- (3) Depreciate plant by 10%.
- (4) Closing Stock are valued at Rs.17,500
- (5) Write off Rs.1,500 as bad debts and maintain a reserve of 5 % on Debtors.

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