

**BONAM VENKATA CHALAMAYYA INSTITUTE OF TECHNOLOGY & SCIENCE
(AUTONOMOUS)**

I-BBA I-Semester Supplementary Examinations (BR24), Jul - 2025

Financial Accounting (BBA)

Time: 3 hours

Max. Marks: 70

*Question Paper consists of Part-A and Part-B
Answer ALL the question in Part-A and Part-B*

PART-A (10X2 = 20M)

	Marks	CO	BL
1. a) Explain money measurement concept	(2M)	CO.1	L 2
b) Define fictitious assets	(2M)	CO.1	L 1
c) Discuss about suspense account	(2M)	CO.2	L 6
d) Define ledger	(2M)	CO.2	L 1
e) What is trading accounting	(2M)	CO.3	L 1
f) What is importance of disclosures in final accounts	(2M)	CO.3	L 2
g) Classify the methods of reconciliation	(2M)	CO.4	L 2
h) Explain the key differences between a pass book and a cash book.	(2M)	CO.4	L 2
i) Describe share capital?	(2M)	CO.5	L 2
j) What do you mean by Company?	(2M)	CO.5	L 1

PART-B (5X10 = 50M)

2.	a) Discuss the internal and external users of accounting information.	(5M)	CO.1	L6
	b) Explain any five accounting concepts related to Balance Sheet. (OR)	(5M)	CO.1	L2
3.	a) Describe the branches of accounting?	(5M)	CO.1	L2
	b) Define organization and explain different types of business organization.	(5M)	CO.1	L2
4.	a) Journalize the following transactions in the books of Ashok: 2025-Jan – 1 Ashok started business with cash ₹2,00,000 3 Cash deposited into bank ₹70,000 4 Cash sales ₹30,000 6 Bought goods from Ramesh for ₹50,000 10 Paid salaries ₹20,000	(5M)	CO.2	L4
	b) Define journal entry and explain its purpose in the accounting process. (OR)	(5M)	CO.2	L2
5.	From the following ledger balances of Dinesh prepare the Trial Balance as on 31-03-2024:	(10M)	CO.2	L4

Particulars	Rs.	Particulars	Rs.
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Capital	1,00,000	Furniture	20,000
Purchases	1,50,000	Debtors	2,00,000
Outstanding Expenses	4,000	Salaries	30,000
Sales	3,21,000	Purchase returns	5,000
Wages	20,000	Commission to be received	15,000
Sales Returns	10,000	Bad debts	7,000
Creditors	1,20,000	Drawings	24,000
Provision for bad debts	6000	Stationary	8,000
Insurance	12000	Stock (1-4-2023)	50,000
Goodwill	12000	General Reserve	2,000

From the following Trail Balance of Surya & Sons' Co prepare Trading and P&L a/c for the year ended 31-03-2014 and a Balance Sheet as on that date:

	<u>Debit (₹)</u>	<u>Credit (₹)</u>	
Sales		1,80,000	
Purchases	1,15,000		
Sales Returns	6,000		
Purchase Returns		4,000	
Opening Stock	13,000		
Freight	1,200		
Salaries	18,000		
Interest Received		830	
Wages	3,250		
Office Expenses	2,650		
Discount	650	450	
Rent	6,300		
Drawings	2,800		
Bills Payable		5,550	
Bills Receivable	8,560		
Furniture	26,000		(10M) CO.3 L4
Machinery	76,000		
General Expenses	1,500		
Postage &	850		
Telegrams			
Capital		1,01,500	
Sundry Debtors	19,000		
Cash in hand	1,250		
Cash at bank	3,950		
Sundry Creditors		13,630	
Total	<u>3,05,960</u>	<u>3,05,960</u>	

Adjustments:

Closing Stock Rs.27, 500

Outstanding Wages Rs.750

Prepaid Rent Rs.800

Depreciate Machinery by 10% and Furniture by 5%.

Write off bad debts Rs.1000 and provide 3% reserve for doubtful debts

Interest on Capital to be @10% per annum.

(OR)

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|-----|--|-------|------|----|
| 7. | Discuss about Indian Accounting Standards Issued by ASB in India | (10M) | CO.3 | L6 |
| | a) Explain the process of preparing a bank reconciliation statement with an amended cash balance. | (5M) | CO.4 | L2 |
| | b) From the following particulars, prepare a bank reconciliation statement. The cash book shows a bank balance of ₹ 7,800. On comparing the cash book with passbook, the following discrepancies were noted: | | | |
| 8. | (a) Cheque deposited in bank but not credited ₹ 3,000 | | | |
| | (b) Cheque issued but not yet present for payment ₹ 1,500 | (5M) | CO.4 | L4 |
| | (c) Insurance premium paid by the bank ₹ 2,000 | | | |
| | (d) Bank interest credit by the bank ₹ 400 | | | |
| | (e) Bank charges ₹ 100 | | | |
| | (d) Directly deposited by a customer ₹ 4,000 | | | |
| | (OR) | | | |
| 9. | Explain the reasons where the balance shown by the bank passbook does not agree with the balance as shown by the bank column of the cash book. | (10M) | CO.4 | L2 |
| | a) Define a company and list the different kinds of companies recognized under the Companies Act, 2013. | (5M) | CO.5 | L1 |
| 10. | b) What are the key provisions under the Companies Act, 2013, regarding the preparation of financial statements? | (5M) | CO.5 | L1 |
| | (OR) | | | |
| | a) Explain the significance of issuing shares for a company. | (5M) | CO.5 | L2 |
| 11. | b) Discuss the importance of schedules to accounts in company financial statements. | (5M) | CO.5 | L6 |
