

PARUL UNIVERSITY
FACULTY OF MANAGEMENT
BBA Winter 2019-20 Examination

Semester: 1**Subject Code: 06101101****Subject Name: Financial Accounting****Date: 18-11-2019****Time: 10:30am to 01:00pm****Total Marks: 60****Instructions**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as Directed.**A). Multiple choice type questions/Fill in the blanks. (Each of 1 mark) (05)**

1. Bank loan is a _____ account
 - a) Real Account
 - b) Personal Account
 - c) Nominal Account
 - d) Bank account
2. Subscription received during current year in advance will be treated as ____
 - a) Assets
 - b) Liability
 - c) contingent Liability
 - d) contingent Assets
3. Contribution to Provident fund is
 - a) Expenses
 - b) Income
 - c) Assets
 - d) Liability
4. Tally is...
 - a) Package, which maintains accounts only
 - b) Which maintains accounts with inventory records
 - c) Which display the detail report trial balance, balance sheet etc
 - d) All are correct
5. The function of ledger is:
 - a) Recording
 - b) Classification
 - c) Summarization
 - d) Interpretation

B). Define the following. (Each of 1 mark) (05)

1. Transaction
2. Reserve
3. Accounting
4. Capital
5. Voucher

C). Direct questions. (Each of 1 mark) (05)

1. What are the branches of accounting?
2. What is accounting equation?
3. What is the objective of preparing a Trial Balance?
4. Who defined the voucher type in Tally ERP?
5. State the registers available in account books of Gateway of Tally.

Q.2 Answer the following questions.

- A). Explain rules and types of accounts with example (07)
- B). The following is the Trial Balance of Shree Furniture as on 31-3-2019. Prepare final accounts (08) from the following information:

Particulars	Debit Rs.	Particulars	Credit Rs.
Opening Stock	22500	Capital	66750
Drawing	7500	Sales	90000
Stationery	375	Creditor	27750
Purchase	45000	Purchase return	375
Debtors	41250	Discount Received	450
Plant and Machines	30000	Bad Debt Recovery	1425
Assets on Lease	30000	Bank over Draft	600
Repairs and Renewal	375		
Sales Return	750		
Discount Allowed	165		
Interest of Bank Over Draft	60		
Wages	3900		
Commission	450		
Salary	3750		
Bad Debt	300		
Insurance	600		
Cash in Hand	375		
	187350		187350

Adjustments:

1. Depreciation on Plant and Machinery at 10%
2. The closing Stock valued Rs. 30000.
3. The Closing stock of Stationary is Rs. 125
4. Goods burnt by fire for Rs. 875 and Insurance Company accepted a claim of Rs. 1000.
5. Insurance include prepaid insurance Rs. 75.

Q.3 Answer the following questions.

- A). Mention and explain what features are available in Tally ERP 9 for Accounting? (07)
- B). A summary of Receipt and Payment account of Kashyap Aid Society for the year ended 31-3-2019 : (08)

Receipts	Rs.	Payment	Rs.
To Balance	10,000	By Payment for Medicines	1,20,000
To Subscription	1,80,000	By Honorarium to Doctors	80,000
To Legacy	20,000	By Health Campaign expenses	30,000
To Health Campaign proceeds	80,000	By salary	10,000
To interest in investment (8%)	32,000	By Equipment purchased	1,02,000
		By Sundry expenses	60,000
To Donation	1,00,000	By Balance	20,000
Total	4,22,000	Total	4,22,000

With the help of additional information given below, prepare Income and Expenditure account for the year 2018-19. Also consider the following balances of Balance sheet for the same.

Particulars	Rs. As on 31-3-2018	Rs. As on 31-3-2019
Building	1,00,000	90,000
Equipment	200,000	240,000
Creditors	40,000	30,000
Subscription not received	20,000	30,000
Subscription received In advance	8,000	4,000

Q.4 Attempt any two questions. (Each of 7.5 mark)

(15)

1. “Accounting provides the useful information to stakeholders of an organisation as well as other person also” explain the sentence in context of usefulness of accounting information
2. Mention what are the types of Tally ERP 9 vouchers? Also give the shortcut for creating these vouchers?
3. What do you mean by Non-Trading concern? State how Non Trading concern differs from Trading Concern?
4. Explain the types of Assets with suitable example and also provide their accounting effect in Profit and loss account and Balance Sheet?