



**0232/3045/1604/1704**

**I/II Semester 5 Year B.B.A.LL.B./B.Com.LL.B.**  
**Examination, June/July 2025 (Even Sem.)**  
**FINANCIAL ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

- Instructions :**
1. Answer Q. No. 9 and any five of the remaining questions.
  2. Q. No. 9 carries 20 marks and the remaining questions carry 16 marks each.
  3. Answer should be written in English completely.
  4. Simple calculators may be used.

Q. No. 1. Define Accounting. Explain its concepts and conventions.

Marks : 16

Q. No. 2. Journalise the following transactions in the books of Rajesh.

Marks : 16

**2020**

**April**

- 1 Commenced business with Cash ₹ 40,000, Stock ₹ 20,000 and Building ₹ 30,000
- 2 Purchased goods from Geetha ₹ 10,000
- 4 Sold goods to Raghu for cash ₹ 5,000
- 6 Paid into Bank ₹ 10,000
- 7 Paid to Ramesh as commission ₹ 500
- 9 Paid wages by cheque ₹ 1,500
- 11 Received commission ₹ 500
- 15 Paid advertisement charges ₹ 3,000
- 20 Paid to Geetha ₹ 9,500 in full settlement of her account.
- 21 Paid rent ₹ 5,000
- 22 Cash withdrawn for personal use ₹ 1,000
- 23 Withdrew from bank for office use ₹ 500
- 25 Deposited into bank ₹ 5,000

Q. No. 3. Enter the following transactions in a three-column cash book.

Marks : 16

**2018**

**August**

- 1 Cash balance ₹ 15,000 and Bank balances ₹ 10,000.
- 3 Paid insurance premium by cheque ₹ 4,200
- 8 Cash sales ₹ 22,000
- 9 Payment for cash purchases ₹ 21,000
- 10 Cash deposited into bank ₹ 15,000
- 14 Withdrawn from bank for personal use ₹ 6,000
- 16 Withdrawn from bank for office use ₹ 14,500
- 20 Received cheque from Ramu in full settlement for ₹ 10,800 and deposited the same into the bank ₹ 10,700
- 23 Received cash from Rahim and discount allowed ₹ 6,850 and ₹ 150 respectively.
- 25 Cheque received from Kumar ₹ 4,500
- 28 Cheque received from Kumar deposited into bank.
- 31 Rent paid by cheque ₹ 4,000.

**P.T.O.**



Q. No. 4. Prepare final accounts for the year ended 31-03-2019 after considering the adjustments.

Marks : 16

**Trial Balance as at 31-3-2019**

| Particulars           | Dr. (₹)          | Cr. (₹)          |
|-----------------------|------------------|------------------|
| Capital and Drawings  | 30,000           | 2,40,000         |
| Bills receivable      | 44,000           | —                |
| Debtors and Creditors | 1,20,000         | 1,16,000         |
| Machinery             | 40,000           | —                |
| Wages                 | 78,000           | —                |
| Purchases and Sales   | 5,04,000         | 7,10,000         |
| Commission            | —                | 11,000           |
| Rent                  | 12,000           | —                |
| Opening stock         | 1,80,000         | —                |
| Salaries              | 21,000           | —                |
| Cash                  | 5,000            | —                |
| Returns               | 10,000           | 4,000            |
| Travelling Expenses   | 4,000            | —                |
| Insurance             | 1,200            | —                |
| Furniture             | 18,000           | —                |
| Bad debts             | 7,000            | —                |
| Repairs               | 6,800            | —                |
|                       | <b>10,81,000</b> | <b>10,81,000</b> |

**Adjustments :**

- 1) Closing stock was valued at ₹ 2,00,000.
- 2) Create 5% provision on debtors.
- 3) Insurance prepaid to the extent of ₹ 200.
- 4) Commission earned but not received ₹ 1,000.
- 5) Outstanding wages ₹ 2,000.
- 6) Outstanding salaries ₹ 3,000.
- 7) Depreciate machinery and furniture at 15% and 10% respectively.

Q. No. 5. Record following transactions in the relevant subsidiary books.

Marks : 16

**2018**

- Jan. 2 Purchased goods from Suresh for ₹ 10,000  
 Jan. 3 Sold goods to Sharma ₹ 20,000  
 Jan. 6 Sold goods to Puneet ₹ 4,000  
 Jan. 11 Purchases goods from Sunita ₹ 10,000 at a trade discount 10%  
 Jan. 29 Bought goods from Roy Chennai ₹ 20,000 at trade discount of 5%  
 Jan. 30 Goods purchased from Ramu ₹ 20,000 for cash  
 Jan. 31 Purchased goods from Rajesh ₹ 5,000 at trade discount 20%  
 Jan. 31 Sales goods to Diwan Mumbai ₹ 10,000 at 10% trade discount  
 Jan. 31 Goods sold to Ramesh ₹ 5,000 for cash



Q. No. 6. Following is the Receipts and Payments Account of Shiva Education Trust commenced on 1-4-2019.

Marks : 16

**Receipts and Payments A/c for the year ending 31-03-2020**

| Receipts                | Dr. (₹)         | Payments                   | Cr. (₹)         |
|-------------------------|-----------------|----------------------------|-----------------|
| To Life membership fees | 4,000           | By Building                | 1,00,000        |
| To Building donation    | 1,00,000        | By Furniture               | 20,000          |
| To Govt. grants         | 30,000          | By Library books           | 10,000          |
| To Admission fees       | 10,000          | By Salary                  | 24,000          |
| To Subscriptions        | 15,000          | By Printing and Stationery | 1,250           |
| To Fees from students   | 3,060           | By Telephone charges       | 500             |
|                         |                 | By Sports materials        |                 |
|                         |                 | (1-4-19)                   | 4,000           |
|                         |                 | By Office Exp.             | 400             |
|                         |                 | By Balance of cash         | 1,910           |
|                         | <b>1,62,060</b> |                            | <b>1,62,060</b> |

**Adjustments :**

- 1) Salary outstanding ₹ 1,000.
- 2) Depreciation on sports material at 20%.
- 3) Depreciate building by ₹ 5,000.
- 4) Outstanding subscriptions ₹ 450 and subscriptions received in advance ₹ 600.
- 5) Admission fees to be capitalised.

Prepare :

- i) Income and expenditure account
- ii) Balance sheet as on 31-3-2020

Q. No. 7. What is subsidiary books ? Explain the various types of subsidiary books and its merits.

Marks : 16

Q. No. 8. Answer **any two** of the following :

Marks : 2×8=16

- (a) Explain the types of accounts. Write the rules of debit and credit for each class of accounts.
- (b) Distinguish between capital expenditure and revenue expenditure.
- (c) What is Trial Balance ? Why it is prepared ?



Q. No. 9. Answer **any two** of the following problems :

Marks : 2×10=20

(a) Journalise the following transaction and post them into the Ledger A/cs.

**March**

- 1 Commenced business with Cash ₹ 6,000, Stock 8,000 and Furniture ₹ 2,000
- 3 Purchased goods from XYZ ₹ 6,000
- 4 Sold goods to ABC ₹ 3,000
- 5 Cash paid into bank ₹ 5,000
- 6 Drew cash for office use ₹ 500

(b) Explain the advantages and limitations of computerized accounting.

(c) Mr. Ganesh's Ledger shows the following balances. Help him to prepare the Trial Balance.

| Sl. No. | Particulars         | ₹      |
|---------|---------------------|--------|
| 1       | Capital's a/c       | 60,000 |
| 2       | Machinery a/c       | 27,000 |
| 3       | Ravi's (credit) a/c | 20,000 |
| 4       | Rani's (debit) a/c  | 20,000 |
| 5       | Sales a/c           | 70,000 |
| 6       | Wages a/c           | 5,000  |
| 7       | Purchases a/c       | 62,000 |
| 8       | Sales return a/c    | 36,000 |