



Roll No.											
----------	--	--	--	--	--	--	--	--	--	--	--

# PRESIDENCY UNIVERSITY

## BENGALURU

### Mid - Term Examinations – October 2025

**Date:** 27-10-2025

**Time:** 11.00am to 12.30pm

<b>School:</b> SOC	<b>Program:</b> B.Com (CMA)	
<b>Course Code:</b> CBS1034	<b>Course Name:</b> Basics of Accounting	
<b>Semester:</b> I	<b>Max Marks:</b> 50	<b>Weightage:</b> 25%

<b>CO - Levels</b>	<b>CO1</b>	<b>CO2</b>	<b>CO3</b>	<b>CO4</b>	<b>CO5</b>
<b>Marks</b>	<b>50</b>	-	-	-	-

**Instructions:**

- (i) *Read all questions carefully and answer accordingly.*
- (ii) *Do not write anything on the question paper other than roll number.*

### Part A

**Answer ALL the Questions. Each question carries 2 marks.**

**5Q x 2M=10M**

<b>1</b>	Define Accounting Period Concept.	<b>2 Marks</b>	<b>L2</b>	<b>CO1</b>
<b>2</b>	Discuss the purpose of accounting information system.	<b>2 Marks</b>	<b>L2</b>	<b>CO1</b>
<b>3</b>	Write an abbreviation for IASB.	<b>2 Marks</b>	<b>L2</b>	<b>CO1</b>
<b>4</b>	Write a short note on “IAS”.	<b>2 Marks</b>	<b>L2</b>	<b>CO1</b>
<b>5</b>	Write an Accounting Equation.	<b>2 Marks</b>	<b>L2</b>	<b>CO1</b>

### Part B

**Answer the Questions. Each question carries 10 marks.**

**4Q x 10M=40M**

<b>6.</b>	Accounting is the process of recording financial transactions pertaining to a business. With reference to the above, Explain the various objectives of accounting.	<b>10 Marks</b>	<b>L3</b>	<b>CO1</b>
<b>Or</b>				
<b>7.</b>	Accounting concepts are the assumptions, postulates or ideas, which are essential to the practice of accounting and preparation of financial	<b>10 Marks</b>	<b>L3</b>	<b>CO1</b>

	<p>statements. With reference to the above statement, Explain the following accounting concepts.</p> <ol style="list-style-type: none"> <li>Dual Aspect Concept</li> <li>Accrual Concept</li> <li>Going Concern Concept</li> <li>Cost Concept</li> </ol>		
--	--	--	--

8.	<p>Accounting is the process of measuring, processing, and sharing financial and other information about businesses and corporations. With reference to the above statement, Discuss the limitations of accounting.</p>	<b>10 Marks</b>	<b>L3</b>	<b>CO1</b>
----	---	-----------------	-----------	------------

**Or**

9.	Explain the different attributes of accounting with relevant example.	<b>10 Marks</b>	<b>L3</b>	<b>CO1</b>
----	---	-----------------	-----------	------------

10.	<p>Ms. Ritu, the owner of M/s Ritu traders, recently went on a personal vocation for cultural and historical experience. To cover the cost of her travel, on August 1, 2024, she booked the tickets of Rs. 2,00,000 using fund from the business's bank account. This expense was recorded in the books of M/s Ritu Traders as a business account.</p> <p><b>Q1.</b> Was Ms. Ritu correct in recording her personal vocation expenses as a business expense in the book of M/s Ritu Traders?</p> <p><b>Q2.</b> Explain and Justify your answer using relevant Accounting Principles, Concepts and Conventions.</p> <p><b>Q3.</b> As a student of accounting, how would you correctly record this transaction in the business book? Provide a detailed explanation.</p>	<b>10 Marks</b>	<b>L4</b>	<b>CO1</b>
-----	--	-----------------	-----------	------------

**Or**

11.	<p>M/s ABC Traders, a company engaged in manufacturing, is known to produce goods that unfortunately lead to significant environmental damage, such as air and water pollution. These activities have long term consequences for the environment and society, raising concern about the sustainability of their operations.</p> <p><b>Q1.</b> As a student of accounting, how would you record the environmental damage caused by M/s ABC Traders in their financial book?</p> <p><b>Q2.</b> Which accounting principles applies to this situation?</p> <p><b>Q3.</b> Explain the applicable principles in the context of M/s ABC Traders environmental Impact.</p>	<b>10 Marks</b>	<b>L4</b>	<b>CO1</b>
-----	---	-----------------	-----------	------------

12.	Illustrate the role of International Accounting Standards Board (IASB) in developing and enforcing IAS and Discuss its Structure.	<b>10 Marks</b>	<b>L4</b>	<b>CO1</b>
-----	---	-----------------	-----------	------------

**Or**

13.	Enumerate the limitations of International Financial Reporting Standards (IFRS).	<b>10 Marks</b>	<b>L4</b>	<b>CO1</b>
-----	--	-----------------	-----------	------------