



PRESIDENCY UNIVERSITY

BENGALURU

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| Roll No. | | | | | | | | | | | | | | |
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Make-Up Examinations – December 2025

Date: 26 – 12- 2025

Time: 1.00pm to 04.00pm

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|-----------------------------|--|-----------------------|
| School: SOC/SOM(UG) | Program: BBA | |
| Course Code: BBA2001 | Course Name: Financial Accounting | |
| Semester: MK | Max Marks: 100 | Weightage: 50% |

| CO - Levels | C01 | C02 | C03 | C04 | C05 |
|--------------|-----------|-----------|-----------|-----------|-----------|
| Marks | 20 | 20 | 20 | 20 | 20 |

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 2marks.

10Q x 2M=20M

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|-----|--|---------|----|-----|
| 1. | Define Accounting as an information system. | 2 Marks | L1 | C01 |
| 2. | List any two qualitative characteristics of accounting information. | 2 Marks | L1 | C01 |
| 3. | State the meaning of Double Entry System of Accounting. | 2 Marks | L1 | C02 |
| 4. | Identify the rule of debit and credit applicable for personal accounts. | 2 Marks | L1 | C02 |
| 5. | Name any two subsidiary books maintained in business. | 2 Marks | L1 | C03 |
| 6. | Distinguish between Sales Book and Purchase Book (any one point). | 2 Marks | L1 | C03 |
| 7. | Define Hire Purchase System. | 2 Marks | L1 | C04 |
| 8. | State any one difference between Hire Purchase and Installment Purchase. | 2 Marks | L1 | C04 |
| 9. | Define Trading Account. | 2 Marks | L1 | C05 |
| 10. | List any two items appearing on the debit side of Profit and Loss Account. | 2 Marks | L1 | C05 |

Part B

Answer ALL the Questions. Each question carries 7 marks.

5Q x 7M = 35M

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|-----|---|----------|----|-----|
| 11. | Explain any three basic accounting concepts with examples. | 07 Marks | L2 | CO1 |
| Or | | | | |
| 12. | Illustrate the 4 advantages and 3 limitations of accounting. | 07 Marks | L2 | CO1 |
| 13. | Prepare Journal for the following transactions: 1. Started business with cash ₹1,00,000 2. Purchased goods for cash ₹20,000 3. Purchased goods on credit from Ramesh ₹15,000 4. Sold goods for cash ₹25,000 5. Paid rent ₹5,000 6. Paid Ramesh ₹14,500 in full settlement of ₹15,000 | 07 Marks | L3 | CO2 |
| Or | | | | |
| 14. | Explain the meaning of Trial Balance and its importance. | 07 Marks | L2 | CO2 |
| 15. | Prepare a Two Column Cash Book (Cash and Discount) from the following transactions for the month of December 2025: 1. Commenced business with cash ₹50,000. 2. Purchased goods for cash ₹8,000. 3. Sold goods for cash ₹12,000. 4. Received ₹9,800 from Ravi in full settlement of his account of ₹10,000. 5. Paid ₹7,600 to Mohan in full settlement of ₹8,000. | 07 Marks | L3 | CO3 |
| Or | | | | |
| 16. | Discuss the meaning and importance of subsidiary books in business accounting. | 07 Marks | L2 | CO3 |
| 17. | Explain methods of computing hire purchase price. | 07 Marks | L2 | CO4 |
| Or | | | | |
| 18. | Write 3 point of difference between Hire Purchase and Installment Payment System | 07 Marks | L2 | CO4 |
| 19. | State any 7 objectives of preparing Final Accounts of a sole trader. | 07 Marks | L2 | CO5 |
| Or | | | | |
| 20. | Differentiate between Trading Account and Profit and Loss Account. | 07 Marks | L2 | CO5 |

Part C

Answer any three Questions. Each question carries 15marks

3Q x 15M=45M

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|-----|---|----------|----|-----|
| 21. | Explain the role of accounting standards in ensuring transparency and comparability of financial statements. | 15 Marks | L2 | CO1 |
| 22. | Describe the concept of accounting cycle and illustrate each stage with suitable example. | 15 Marks | L2 | CO2 |
| 23. | Record the following transactions in suitable subsidiary books: 1. Purchased goods on credit from Ramesh ₹12,000. 2. Sold goods on credit to Suresh ₹15,000. 3. Purchased goods on credit from Kumar ₹8,000. 4. Sold goods on credit to Anil ₹10,000. 5. Returned goods to Ramesh worth ₹2,000. 6. Received goods returned by Suresh worth ₹3,000. 7. Purchased goods on credit from Manoj ₹6,000. 8. Sold goods on credit to Vijay ₹9,000. 9. Returned goods to Kumar worth ₹1,500. 10. Received goods returned by Anil worth ₹2,500 | 15 Marks | L3 | CO3 |
| 24. | Describe the meaning of hire purchase system with example. Also, pass necessary journal entry for showing the accounting treatment in the books of accounts. | 15 Marks | L2 | CO4 |
| 25. | Explain the concept of financial statement and its 3 components. | 15 Marks | L2 | CO5 |