

Roll No



**PRESIDENCY UNIVERSITY
BENGALURU**

**SCHOOL OF MANAGEMENT
MID TERM EXAMINATION - DEC 2023**

Semester : Semester I - 2023 - 24 - BBA - 2023

Course Code : COM2095

Course Name : Sem I - COM2095 - Business Accounting

Program : BBA

Date : 20-12-2023

Time : 9:30 - 11:00

Max Marks : 50

Weightage : 50%

Instructions:

- (i) Read all questions carefully and answer accordingly.*
 - (ii) Question paper consists of 3 parts.*
 - (iii) Scientific and non-programmable calculator are permitted.*
 - (iv) Do not write any information on the question paper other than Roll Number.*
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1. Identify any two objectives of accounting and briefly describe each objective. (CO1) [Knowledge]
2. Identify one of the fundamental accounting equations and explain how it relates to the double-entry bookkeeping system. (CO1) [Knowledge]
3. Explain the three Golden Rules of Accounting and provide an example for each rule to illustrate their application. (CO1) [Comprehension]
4. Provide the meaning of Accounting Standards and IFRS. (CO2) [Comprehension]
5. Explain the meaning of Journal and Ledger? (CO2) [Comprehension]

6. Explain the following accounting principles, providing a clear understanding of their significance in financial reporting and decision-making:

1. Accrual Basis Accounting
2. Going Concern Principle
3. Matching Principle
4. Full Disclosure Principle
5. Historical Cost Principle

(CO1) [Comprehension]

7. From the following balances extracted from the books of Ravi a trader of automobiles, prepare trial balance as on 31st March 2023.

Particulars	Rs	Particulars	Rs
Capital	40,000	Charity	5000
Furniture	10,000	Rent received	10,000
Machinery	5000	Insurance paid	5,000
Copyrights	10,000	Cash in hand	20,000
Goodwill	15,000	Cash at Bank	30,000
Salary	7000	Debtor	20,000
Loan	50,000	Creditor	30,000
Purchases	20,000	Drawings	8000
Misc Expenses	3000	Bills payable	23,000
Commission Received	40,000	Bills Receivable	35000

(CO2) [Comprehension]

8. From the following transactions pass journal entries and transfer them to Ledger Accounts.

Sl No	Date	Particulars	Amount (Rs.)
1	1/1/2022	Capital invested by the owner	150,000
2	2/1/2022	Purchased inventory on credit from Shree Traders	10,000
3	5/1/2022	Sold goods on credit to Ganesh Enterprises	12,000
4	10/1/2022	Paid rent expense	2,000
5	15/01/22	Received payment from Ganesh Enterprises on full settlement	10,000
6	25/01/22	Paid utility expenses	3,000
7	30/01/22	Purchased equipment on credit from Raman Enterprises	20,000
8	30/01/22	Paid cash for equipment	5,000
9	5/2/2022	Borrowed money from State Bank of India	2,500
10	10/2/2022	Repaid a portion of the bank loan	1,000
11	20/02/22	Paid Shree Traders for the credit purchase with full settlement of account	7,500
12	28/02/22	Paid employee salaries	4,000
13	1/3/2022	Purchased furniture on credit from WoodCrafters	8,000
14	10/3/2022	Paid advertising expenses	2,500

(CO2) [Comprehension]