



K21U 1924

Reg. No. : .....

Name : .....

III Semester B.B.A./B.B.A. (RTM) Degree CBCSS (OBE) Reg./Sup./Imp.  
Examination, November 2021  
(2019 – 2020 Admission)  
Core Course  
3B04BBA/BBA (RTM) : FINANCIAL ACCOUNTING

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **all** questions. **Each** question carries **1** mark.

1. Define Accounting.
2. What is outstanding expense ?
3. What is a private company ?
4. What is prospectus ?
5. What do you mean by dissenting shareholders ?
6. What is interim dividend ? (6×1=6)

PART – B

Answer **any 6** questions. **Each** question carries **2** marks.

7. What is going concern concept ?
8. What do you mean by liabilities ?
9. What is depreciation ?
10. Explain the treatment of closing stock in the final accounts of a business.
11. What is calls in advance ?
12. What is right share ?
13. What is net asset method of purchase consideration ?
14. What is consolidation of shares ? (6×2=12)

P.T.O.



## PART - C

Answer **any 4** questions. **Each** question carries **3** marks.

15. What are the limitations of financial accounting ?
16. What are the functions of accounting ?
17. What is revenue expenditure ? Give examples.
18. Give adjusting entries for the following :
  - a) Rent outstanding Rs. 5,000.
  - b) Interest received in advance Rs. 2,000.
  - c) Depreciation on furniture Rs. 500.
  - d) Commission accrued Rs. 600.
  - e) Salary paid in advance Rs. 2,000.
19. Explain different types of preference shares.
20. What is amalgamation in the nature of merger ?

(4×3=12)

## PART - D

Answer **any 2** questions. **Each** question carries **5** marks.

21. What are the different branches of accounting ? Differentiate between financial accounting and management accounting.
22. What is amalgamation ? What are its features ? What are the differences between amalgamation and external reconstruction ?
23. A Ltd. Invited application for 2,00,000 equity shares of Rs. 10 each at a discount of Re 1 per share payable as follows :
  - Rs. 2 on application
  - Rs. 3 on allotment
  - Rs. 4 on first and final call.

The applications received were for 1,80,000 shares and all of these were accepted. All money due was received except the first and final call on 1200 shares. These shares were forfeited and 400 of these shares were reissued as fully paid for a payment of Rs. 8 per share.

Pass necessary journal entries.



24. The following is the Trial Balance of Vishnu Agencies as on 31<sup>st</sup> March 2020. Prepare Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March 2020 and a Balance Sheet as on that date.

Particulars	Debit (Rs.)	Credit (Rs.)
Capital		4,00,000
Buildings	60,000	
Drawings	72,000	
Furniture	30,000	
Motor van	1,00,000	
Loan		60,000
Bad debt	3,600	
Sales		4,00,000
Purchases	3,00,000	
Opening stock	1,00,000	
Salaries	60,000	
Wages	8,000	
Insurance	4,000	
Commission		30,000
Sundry debtors	1,12,400	
Sundry creditors		40,000
Cash at bank	80,000	
	<b>9,30,000</b>	<b>9,30,000</b>

**Adjustments :**

- a) The value of closing stock on 31<sup>st</sup> March 2020 was Rs. 60,000.
- b) Outstanding wages Rs. 2,000.
- c) Prepaid insurance Rs. 1,000.
- d) Commission received in advance Rs. 2,000
- e) Depreciation on furniture 10%.

(2×5=10)