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SEAT No. _____

No. of Printed Pages : 4

[107]

Sardar Patel University
BBA (General): Semester –I

Date: 27/10/2018, Saturday

Time: 2.00 to 4.00PM

Subject/Course Title: Accounting for Management

Subject/Course Code: UM01DBBA21

Total Marks: 60

Note : (1) Figure to the right indicate full marks of the question .

(2) Show your calculation clearly

Q-1	Define Accounting. Discuss in detail its advantages and limitations. OR	[15]
Q-1	Explain the following terms : (i)Voucher and Discount (ii)Depreciation and Provisions (iii)Assets and Liabilities (iv)Debtors and Creditors (v)Capital and Drawing	[15]
Q-2	Explain the following accounting concepts: (i) Dual Aspect concept (ii) Money Measurement concept (iii) Principle of Realization OR	[15]
Q-2	Write short notes on : (i) Utility of Accounting Standards (ii) AS 2 Depreciation Accounting (iii) AS 6 Depreciation Accounting	[15]
Q-3	(A)Write short note on : Subsidiary books (B)Discuss various types of errors taking place in account. OR	[05] [10]
Q-3	Journalise the following transactions in the Journal of Harshiv for the month of October,2017: Oct.1 Harshiv started business with Building Rs. 4,00,000 , Machinery Rs.2,00,000 , Stock Rs. 6,00,000, Cash at Bank Rs. 80,000 , Cash on hand Rs. 40,000 , Due from Meet Rs.40,000 , Due to Megha Rs. 20,000, 8 % Loan from Sagar Rs.2,00,000 . Oct. 4 He withdrawn Rs. 20,000 from bank and paid salary. Oct. 6 Bought diaries and pen for advertisement from Disha	[15]

(1)

(PTO)

	<p>Advertising ltd. Rs. 8000 on credit.</p> <p>Oct. 9 Purchased goods of Rs. 40,000 at 10% trade discount and 5% cash discount.</p> <p>Oct. 11 Invoice goods worth Rs. 20,000 at 10% trade discount to Mr. Ram.</p> <p>Oct. 14 Goods of Rs. 4,000 were destroyed by fire and National Insurance Company accepted a claim of Rs. 2,800.</p> <p>Oct. 19 Paid telephone deposits Rs.4000 by cheque.</p> <p>Oct. 21 Paid life insurance premium Rs.6000 and fire insurance premium of Rs.4000 by cheque.</p> <p>Oct. 24 Draw amount of Rs.4800 for personal use.</p> <p>Oct. 30 Paid by cheque interest on loan for 3 months.</p> <p>Also prepare the following ledger accounts from the above information: i.) Bank account ii.) Cash account iii.) Capital account</p>	
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Q-4	<p>From the following trial balance as on 31-03-2018 of Mr. Vishnu you are required to prepare Trading a/c , Profit and Loss a/c and Balance Sheet:</p>	[15]																																																									
	<table border="1" style="width: 100%;"> <thead> <tr> <th style="width: 60%;">Name of Account</th> <th style="width: 20%;">Debit Rs.</th> <th style="width: 20%;">Credit Rs.</th> </tr> </thead> <tbody> <tr> <td>Stock (1-4-17)</td> <td>90000</td> <td>--</td> </tr> <tr> <td>Salary (upto 28-2-18)</td> <td>28600</td> <td>--</td> </tr> <tr> <td>Capital and Drawing</td> <td>20000</td> <td>200000</td> </tr> <tr> <td>Debtors and Creditors</td> <td>140000</td> <td>80000</td> </tr> <tr> <td>Lease hold property (1-10-17 for 5 years)</td> <td>80000</td> <td>--</td> </tr> <tr> <td>Carrriage Inward</td> <td>1000</td> <td>--</td> </tr> <tr> <td>Carrriage Outward</td> <td>2400</td> <td>--</td> </tr> <tr> <td>Trade expenses</td> <td>1600</td> <td>--</td> </tr> <tr> <td>Discount</td> <td>3400</td> <td>4000</td> </tr> <tr> <td>Bad-debt and Bad debt reserve</td> <td>2800</td> <td>5800</td> </tr> <tr> <td>Cash and Bank</td> <td>5000</td> <td>6000</td> </tr> <tr> <td>Wages</td> <td>30000</td> <td>--</td> </tr> <tr> <td>Purchases and Sales</td> <td>200000</td> <td>500000</td> </tr> <tr> <td>Return accounts</td> <td>18000</td> <td>20000</td> </tr> <tr> <td>Commission</td> <td>--</td> <td>1200</td> </tr> <tr> <td>Machineries</td> <td>50000</td> <td>--</td> </tr> <tr> <td>Furniture</td> <td>140000</td> <td>--</td> </tr> <tr> <td>Rent received</td> <td>--</td> <td>3000</td> </tr> </tbody> </table>	Name of Account	Debit Rs.	Credit Rs.	Stock (1-4-17)	90000	--	Salary (upto 28-2-18)	28600	--	Capital and Drawing	20000	200000	Debtors and Creditors	140000	80000	Lease hold property (1-10-17 for 5 years)	80000	--	Carrriage Inward	1000	--	Carrriage Outward	2400	--	Trade expenses	1600	--	Discount	3400	4000	Bad-debt and Bad debt reserve	2800	5800	Cash and Bank	5000	6000	Wages	30000	--	Purchases and Sales	200000	500000	Return accounts	18000	20000	Commission	--	1200	Machineries	50000	--	Furniture	140000	--	Rent received	--	3000	
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Insurance Premium (upto 1-7-18)	7200	--
Total	820000	820000
Adjustments:		
<ol style="list-style-type: none"> 1. Value of closing stock is Rs. 40,000 of which value of 90% of stock is 10% less . 2. Depreciate machineries at 10%. 3. Interest on capital and drawing is 10%. 4. Goods burnt by fire Rs. 10,000 and Insurance Company accepted a claim of Rs. 8,000. 5. Bad –debts of Rs. 4,000 and bad-debt reserve of 5% is required to be provided on debtors. 6. During the year goods worth Rs. 4,000 were distributed as sample. 7. One third commission received is in respect of work to be done next year. 		
OR		

Q-4

The following trial balance is extracted from the books of a merchant on 31st Dec. 2017:

[15]

Name of Account	Debit Rs.	Credit Rs.
Building	75,000	--
Machinery	62,500	--
Furniture and fittings	6,400	--
Capital account	--	1,35,000
Bad-debts	1,250	--
Provision for Bad-debts	--	2,000
Debtors and creditors	38,000	25,000
Stock on January 1,2017	34,600	--
Purchases and sales	54,000	1,54,500
Bank overdraft	--	28,500
Advertisement expenses	4,500	--
Interest on Bank overdraft	1,180	--
Salemen's commission	10,750	--
Cash	6,500	--

(3)

(170)

Taxes and insurance	12,500	--
General expenses	7,820	--
Salaries	30,000	--
		--
Total	3,45,000	3,45,000
Additional information: <ol style="list-style-type: none"> 1. Stock in hand on 31st Dec., 2017 was Rs.32, 500. 2. Rs. 850 is due for interest on bank overdraft. 3. Machinery worth Rs.10, 000 was purchased on 1-09-17. 4. Depreciate building at the rate of 10%, furniture and fittings @20% and machinery @10%. 5. A credit sale of Rs.1, 200 was omitted to be recorded. 6. Goods worth Rs.1000 are given away as charity. 7. 60% advertisement expenses is carried forward to next year. 8. The salesmen are entitled to a commission of 10% on sales. <p>Prepare Trading a/c, Profit and loss a/c and Balance sheet from the above information.</p>		

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(4)