Q7 Write a short note on the following: **(10)**

i. Green Accounting

ii. Social Responsibility Accounting

Q8 What are the various methods of Redemption of Debentures? Describe their characteristics and explain their effects on accounts of a company. **(10)**

OR

Q9 Yash Ltd. invited applications for 50,000 equity shares of Rs.10 each at premium of 10%. The amount was payable as follows: On application Rs. 3 per share on allotment (including premium) Rs. 3 per share and on first and final call, the balance amount. Applications were received for 1,20,000 shares and shares were allotted on pro rata basis to all applicants. The excess money received on application was to be adjusted towards sums due on allotment. Application money in excess of sums due on allotment was refunded. A shareholder who applied for 6,000 shares could not pay the first & final call money and his shares were forfeited. The forfeited shares were reissued for Rs.60,000 fully paid-up. Pass the necessary journal entries for the above transactions in the books of Yash Ltd. **(10)**

****

(Please write your Exam Roll No.) *Exam Roll No.* 05914201725

END TERM EXAMINATION

FIRST SEMESTER [BBA/MBA (INTEGRATED)] DECEMBER 2025

Paper Code: BBA-105, BBA(B&I)-105, BBA(CAM)-105, MBG-105, BBA-DM-105, BBA-FS-105 ***Subject: Financial Accounting and Analysis***

Time: 3 Hours ***Maximum Marks: 60***

Note: Attempt all questions as directed. Internal choice is indicated.

Q1 Attempt **any four** of the following questions: **(4x5=20)**

(a) Explain the convention of 'materiality' giving examples. Does Materiality contradict 'full disclosure'?

(b) On 1st April,2024 the position of Bhargav Bros., Delhi was as follows: Cash in Hand Rs. 6,000, Cash at Bank Rs. 25,600, Stock of Goods Rs. 9,000, Machinery Rs.45,000, Furniture Rs.18,000, Abdul Rs.20,500 (Debtor), Neeraj Rs. 26,000 (Debtor), Loan Rs. 50,000, Amit Rs. 6,700 (Creditor). Pass the opening Journal entry.

(c) Under which principle, resignation by a Marketing Manager is not recorded in books of account? Explain the concept.

(d) Differentiate between Provisions & Reserves.

(e) What are the conditions to be fulfilled for issuing Bonus Shares?

(f) Explain the methods of recording depreciation.

(g) K Ltd. took over the assets of Rs.15,00,000 and liabilities of Rs. 5,00,000 of P ltd. for a purchase consideration of Rs 13,68,500. Rs 25,500 were paid by issuing a promissory note in favor of P ltd. payable after two months and the balance was paid by issue of equity shares of Rs 100 each at a premium of 25%. Pass necessary journal entries for the above transactions in the books of K ltd.

(h) Inflation Accounting

Q2 What do you understand by the term 'Accounting'? What are the various functions and objectives of accounting? **(10)**

OR

Q3 Explain IFRS. What are the inclusions of Financial Statements under IFRS? What is the difference between Indian Accounting Standard (Ind-AS) and Accounting Standards? **(10)**

CamScanner

Q4 Prepare Trading and Profit & Loss Account for the year ended 31st March, 2024 and Balance Sheet as at that date from the following Trial Balance: **(10)**

Heads of Accounts	L.F.	Dr. (Rs.)	Cr. (Rs.)
Capital		...	1,00,000
Cash in Hand		6,000	...
Cash at Bank		32,000	...
Purchases		90,000	...
Sales		...	1,28,000
Sales Return		2,000	...
Purchases Return		...	1,000
Wages & Salaries		5,000	...
Bad Debts		1,500	...
Provision for Doubtful Debts		...	2,000
Debtors		40,000	
Creditors		...	37,700
Carriage		2,000	...
Rent, Rates & Taxes		5,000	...
Opening Stock		25,000	...
Drawings		10,000	...
Machinery		50,000	...
Furniture		10,000	...
Printing and Stationery		1,000	...
Office Expenses		1,200	...
Advance for Machinery		7,000	...
Discount		1,000	...
General Reserve		...	20,000
Total		**2,88,700**	**2,88,700**

Adjustments:
(a) Value of stocks on 31.March 2024 Rs 40,000.
(b) Provision for doubtful debts is to be maintained at 5% on debtors.
(c) Charge depreciation on both furniture & machinery @10% pa.
(d) Machinery costing Rs 20,000 was purchased on 1.Jan 2024.
(e) Allow Interest on capital @5% pa.
(f) A fire occurred on 20th March 2024 and stock of the value of Rs 7,000 was destroyed. It was fully ensured and the insurance company admitted the claim in full.
(g) 10% of net profit to be carried to general reserve.

OR

P-2/4

P.T.O.

Q5 The following is the Trial balance of Kamal Enterprise for the year ended 31st Dec 2001. you are required to prepare a profit & loss account and balance sheet after taking into account the adjustment given below: **(10)**

Trial balance

Dr Particulars	Rs	Cr Particulars	Rs
Cash in hand	500	Sales	1,50,300
Cash at bank	1,200	Purchase returns	5,000
Office furniture	6,000	Account payable	12,000
Account receivable	15,000	Bills payable	8,000
Commissions	1,200	Discount received	1,000
Bills receivable	3,500	Dividend received	2,000
Power and fuel	6,000	Rent received	3,500
Plant and machinery	24,000	Capital	27,000
Office expenses	2,000		
Carriage inwards	1,200		
Carriage outwards	3,500		
Rent, rates and taxes	1,700		
Leasehold premise	25,000		
Wages	30,000		
Salaries	7,000		
Opening inventory	12,000		
Sales returns	2,000		
Purchases	60,000		
Drawings	7,000		
Totals	2,08,800		2,08,800

Adjustment
(a) Closing inventory as on 31-12-2001 is Rs 18,000.
(b) Depreciate plant and machinery at 10%.
(c) Salaries outstanding Rs 1,000, Power & Fuel outstanding Rs 2,000.
(d) Rs 5,000 was spent on plant &Machinery but wrongly included in wages.
(e) To provide for bad &doubtful debts for Rs 1,500.
(f) Discount earned but not received Rs 100.
(g) Commission due but not recorded Rs 200.
(h) Rent received includes Rs 500 received in Advance.

Q6 On 1st January, 2009 machinery was purchased by Mr Amir chand for Rs 50,000. On 1st July, 2010 addition was made to the extent of Rs 10,000. On 1st April, 2011 further additions were made to the extent of Rs 6,400. On 30th June, 2012, the machinery original value of which was Rs 8,000 on 1st January 2009 was sold for Rs 6,000. Depreciation is charged at 10 % p.a. on Original cost. Show the machinery accounts for 4 years i.e. 2009 to 2012 in the books of account of Mr Amir Chand who close his books on 31st December each year. **(10)**

OR

P-3/4

P.T.O.

CamScanner