

Paper Id: 270138

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MBA/MBA (TM)
(SEM I) THEORY EXAMINATION 2019-20
BUSINESS ACCOUNTING

Time: 3 Hours

Total Marks: 100

Note Attempt all Sections if you are missing any of them, do so suitably.

SECTION A

1. Attempt all questions brief. 2 x 10 = 20

a.	What are accounting standards?
b.	Define debtors & creditors.
c.	What is the basis of accounting?
d.	Explain the terms goodwill & trademark.
e.	What is financial statements analysis?
f.	What is depreciation?
g.	Differentiate between assets & liabilities.
h.	Write any two non-cash transactions.
i.	Show a format of statement of changes in working capital.
j.	What is a profit & loss account?

SECTION B

2. Attempt any three of the following: 10x3=30

a.	What is financial accounting? Explain briefly accounting cycle.
b.	Explain the meaning of the term 'Journal' and state its significance.
c.	Prepare a Journal from the following transactions in the books of Imran:
	2007 Rs.
	June 1 Started Business with cash 1,00,000
	June 1 Paid into bank 25,000
	June 2 Goods purchased for cash 15,000
	June 3 Purchase of furniture and payment by cheque 5,000
	June 5 Sold goods for cash 8,500
	June 8 Sold goods to Arvind Walia 4,000
	June 10 Goods purchased from Amrit Lal 7,000
	June 21 Withdrew from bank for private use 1,000
	Withdrew from bank for use in the business 400
	June 25 Paid telephone rent for one year 500
	June 28 Cash paid to Amrit Lal in full settlement of his account 6500
	June 30 Paid for : Stationery 200
	Rent 1,000
	Salaries to staff 2,500

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d.	Explain various types of ratios used in ratio analysis.
e.	What is a fund flow statement? State its importance.

SECTION C

3. Attempt any *one* part of the following: 10x1 = 10

a.	What are the various concepts of accounting? Explain with suitable examples.
b.	Explain GAAP. Also discuss various conventions of accounting.

4. Attempt any *one* part of the following: 10x1=10

a.	What is a trial balance? Differentiate between trial balance & balance sheet.
b.	What are adjustment entries? Give any five adjustment entries.

5. Attempt any *one* part of the following: 10x1 = 10

a.	<p>Anu has following transactions in an accounting year:</p> <ol style="list-style-type: none"> 1. Commenced business with cash Rs. 25,000. 2. Paid wages Rs. 1,000 3. Purchased goods from Mr. Y Rs. 10,000 4. Insurance Paid Rs. 350 5. Sold good to Mr. X (cost price Rs. 5,000) for Rs. 7000 6. Received rent Rs. 75 <p>Prove that the accounting equation is satisfied in all the above transactions.</p>
b.	Explain in detail various methods of analysing the financial statements of a firm.

6. Attempt any *one* part of the following: 10x1 = 10

a.	Write in detail various methods of charging depreciation.
b.	What is adjusted Profit & Loss A/c? Show the format of Adjusted P & L A/c.

7. Attempt any *one* part of the following: 10x1 = 10

a.	What is a cash flow statement? Discuss various activities of cash flow statement.
b.	Write a brief note on : (i) Inventory & its valuation (ii) Working Capital.