

Dr. Babasaheb Ambedkar Open University
Term End Examination July – 2021

Course	: BBA/BBAHT/BBAIB/DBA	Date	: 02-Aug-2021
Subject Code	: BBA - 102(OLD/NEW)/ BBAHT-102 (OLD)/ BBAIB - 102/DBA-102	Time	: 01:00pm to 03:00pm
Subject Name	: Basics of Accounting	Duration	: 02 Hours
		Max. Marks	: 50

Section A

Answer the following (Attempt any two) (20)

1. What is journal? Discuss the advantage of Journal.
2. Discuss the users of accounting Information.
3. Differentiate between profit and loss account and balance sheet.
4. Explain the errors which are disclosed and not disclosed by the Trial Balance.

Section B

Answer the following (Attempt any three) (15)

1. What is the meaning of overriding preference share ? Give example.
2. List the factory overhead and office & administrative overhead expenses.
3. Explain the principles of accounting.
4. Record journal entries in the books of Sudha & sons. From the following transaction: Transaction During March – 2014.
Date:
 1. Started business with cash of Rs.100000, building Rs.400000, Furniture Rs.50000 and stock Rs.50000.
 8. Credits sales of Rs.125000.
 10. Purchased goods of Rs.75000
 12. Paid into bank Rs.40000
 18. Credits purchase of Rs.25000
5. Write notes on Provision Reserve for Bad Debts

Section C

Part – A (Multiple Choice Questions) (10)

1. The cost of a machine is Rs.10,00,000. The rate of depreciation is 20%. The depreciation for the 3rd year, on Straight line method, is
 - A 12,00,000
 - B 9,40,000
 - C 6,00,000
 - D 5,30,740
2. Choose the odd one out
 - A Freight
 - B Purchase
 - C Sales
 - D Computer
3. Transfer to General Reserve is a charge against
 - A Trading Account
 - B Profit and Loss Account
 - C Profit and Loss Appropriation Account
 - D Balance Sheet
4. All indirect expenses are charged against
 - A Profit and Loss Account
 - B Trading Account
 - C Manufacturing Account
 - D Balancesheet

- 5 Bank receipts are recorded on the _____ of the Bank Book.
 A Debit side B Credit side
 C Both sides D Any one side
- 6 Arrange the steps of accounting in sequential order -
 (i) Trial Balance;
 (ii) Journal Entry;
 (iii) Balancing of Accounts;
 (iv) Ledger Posting.
 A (i),(ii),(iii),(iv) B (ii),(iii),(iv),(i)
 C (ii),(iv),(i),(iii) D (ii),(iv),(iii),(i)
- 7 The money taken out of a business by its owner for personal use
 A Capital B Drawings
 C Profit D Salary
- 8 An amount of money put into the business
 A Capital B Profit
 C Liability D Drawings
- 9 Capital expenditure _____
 A Air Conditioner B Loans
 C Subsidy D Factory rent
- 10 COGS includes
 A Profit B Loss
 C Direct Exp. D Non Financial Exp.

Part – B (Do as Directed)

(05)

- 1 Gross Block
 2 Trade Discount
 3 Bad Debt recovery
 4 Fund Flow Statement
 5 Provisions
