

**BACHELOR OF BUSINESS ADMINISTRATION
(RETAIL SERVICES)
(BBARS)**

Term-End Examination

June, 2016

00370

BRS-004 : BUSINESS ACCOUNTING

Time : 3 hours

Maximum Marks : 100

Note : Attempt any *five* questions. All questions carry equal marks.

1. (a) Define Accounting and enumerate the main objectives of financial accounting.
(b) What is accounting equation ? Explain each component of it with a suitable example. 10+10
2. (a) Define the going concern concept of accounting. Give a suitable example to explain the concept.
(b) Define the materiality concept of accounting. Give a suitable example to explain the concept. 10+10

3. (a) What is double entry book-keeping ? Give its example.
- (b) What is Trial Balance ? Give its specimen with at least five dummy entries. 10+10
4. Discuss the concept of Trading Account and Profit and Loss Account. What types of entries are made in such accounts ? Prepare specimens of both such accounts by entering five dummy entries in each case. 20
5. Journalise the following transactions of ABC Ltd. : 20

| Date | Particulars | Amount (in ₹) |
|--------|---|------------------|
| Jan 01 | Business started with cash | 1,10,000 |
| Jan 05 | Opened a bank account with PNB | 30,000 |
| Jan 07 | Goods purchased for cash | 12,000 |
| Jan 07 | Goods sold on credit to Harish | 25,000 |
| Jan 10 | Goods returned from Harish | 2,000 |
| Jan 20 | Paid trade expenses | 7,000 |
| Jan 30 | Goods purchased on credit from Tarun | 25,000 |
| Feb 10 | Cheque received from Harish for final settlement and deposited the same day into bank | 17,000 |
| Feb 12 | Goods returned to Tarun | 5,000 |
| Feb 15 | Cheque given to Tarun on account | 16,000 |

6. Differentiate between the following : 4×5=20
- (a) Trial Balance and Balance Sheet
 - (b) Journal and Ledger
 - (c) Cash book and Petty Cash book
 - (d) LIFO and FIFO
7. Explain the concept of rectification of errors.
Discuss the various types of errors and
accounting treatment to rectify the error effect.
Use suitable examples. 20
8. Write short notes on any *four* of the
following : 4×5=20
- (a) Inventory Accounting
 - (b) Retail Accounting
 - (c) Subsidiary Books
 - (d) GAAP
 - (e) Tally
 - (f) Branch Accounting
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