16663

BRAINWARE UNIVERSITY

Term End Examination 2025-2026
Programme – BBA-Hons-2024/BBA(DM)-Hons-2024/BBA(BA)-Hons-2024/BBA-Hons-2025/BBA(BA)-Hons-2025/BBA(DM)-Hons-2025
Course Name – Financial Accounting
Course Code - BBA10201/BBD10201/BBB10201
(Semester I)

Full Marks : 60 **Time : 2:30 Hours**

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group-A
(Multiple Choice Type Question) 1 x 15=15

1. *Choose the correct alternative from the following :*

(i) Depreciation is a process of _______. Select the correct answer.

a) Increasing in the the value of assets b) Decreasing in the value of assets.
c) Keeping assets at their original cost d) None of these

(ii) Select the method of depreciation that results in the highest depreciation expense in the first year.

a) Straight-line depreciation b) Declining balance
c) Both a) and b) d) None of these

(iii) A machine with a cost of Rs.10,000, a useful life of 5 years, and no salvage value is depreciated using the straight-line method. Compute the annual depreciation expense.

a) Rs.10,000 b) Rs.2,000
c) Rs.1,000 d) Rs.20,000

(iv) Salvage value is _____. (Choose the correct answer)

a) The initial cost of an asset b) The estimated market value of an asset
c) The accumulated depreciation of an asset d) None of these

(v) Choose the financial statement summarizes the revenues, costs of goods sold, and gross profit of a business.

a) Balance Sheet b) Profit and loss Account
c) Trading Account d) Cash Flow Statement

(vi) Choose which of the following is a liability typically found on the balance sheet.

a) Sales revenue b) Accounts payable
c) Gross profit d) Opening inventory

(vii) Show the correct journal entry for 'Cash deposited to Bank'.

a) Bank A/c ... Dr To Cash A/c b) Cash A/c ... Dr To Bank A/c
c) Bank A/c ... Dr To Deposit A/c d) None of these.

(viii) Choose which is the primary purpose of computerized accounting software.

a) Graphic design
b) Word processing
c) Accounting and financial management
d) Gaming

(ix) Choose the correct answer: double entry system of bookkeeping involves at least ________.

a) One account
b) Two accounts
c) Three Accounts
d) None of these

(x) In journal, the business transaction is recorded in ________.Select the correct option.

a) Same day
b) Next day
c) Once in a week
d) Once in a month

(xi) Identify the amount spent to increasing the earning capacity is a _______ expenditure.

a) Capital
b) Revenue
c) Deferred revenue
d) Capital Loss

(xii) The Cost concept basically recognizes _____ . Select correct answer.

a) Fair Market value
b) Historical cost
c) Realizable value
d) Replacement cost

(xiii) The economic resources of business that expected to be of benefit in future time is defined as -

a) Owners' Equity
b) Liabilities
c) Withdrawals
d) Assets

(xiv) State the difference of the trial balance total could be adjusted by the :

a) Nominal Account
b) The suspense account
c) The Capital Account
d) The profit and Loss account

(xv) Identify according to which concept, the proprietor pays interest on drawings.

a) Accrual concept
b) Conservatism concept
c) Entity concept
d) Dual Aspect concept

Group-B

(Short Answer Type Questions) 3 x 5=15

2. Example of Current Assets and Current Liability. (3)
3. Explain are the advantages of journal. (3)
4. Explain accounting standards. (3)
5. All events are not transactions but all transactions are events. - Explain with examples. (3)
6. Fixed Assets amount to Rs. 550,000, Current Assets are Rs. 200,000, Current Liabilities are Rs. 150,000, and Long-Term Liabilities total Rs. 200,000. Determine the Capital amount. (3)

OR

Explain the concept of Suspense Account in trial balance. (3)

Group-C

(Long Answer Type Questions) 5 x 6=30

7. Summarize the steps to the data restoration process in a computereized accounting software. (5)
8. Compute Trading Account from the transactions givne below: (5)

	Rs.
Opening Stock	23,000
Purchases	29,000
Sales Return	500
Sales	25,400

Purchases Return	2,400
Closing Stock	47,700
Carriage Inwards	100
Depreciation	2,000

9. From the following information, Compute Profit and Loss Account for the year ended 31st March, 2022: (5)

	Rs.
Gross Profit	1,20,000
Rent	5,000
Salary	35,000
Commission Paid	19,000
Interest on Loan	5,000
Advertisement	8,000
Interest Received	8,000
Discount Received	6,000
Printing and Stationery	4,000
Legal Charges	10,000
Bad Debts	2,000
Electricity Charges	6,000
Depreciation	4,000

10. From the following particulars,Compute Balance Sheet as at 31st March, 2022: (5)

	Rs.
Capital	4,00,000
Drawings	44,000
Debtors	64,000
Creditors	42,000
Cash in Hand	3,600
Cash at Bank	72,000
Plant	1,00,000
Furniture	37,000
Net Profit	16,600
General Reserve	10,000
Closing Stock	1,48,000

11. **Write the journal entries of the following transactions.** (5)

2019

January

1. Started business with cash of Rs. 50,000, Furniture of Rs.25,000, and stock of Rs.20,000
5. Purchased goods costing Rs.2,00,000
7. Purchased goods on credit from Mr. Bhatta Rs.50,000
9. Purchased goods for cash Rs.50,000 and credit for Rs.10,000

10. Sold goods for cash Rs.1,50,000
11. Sold goods to Mr. Shrestha Rs.35,000
14. Sold goods on credit Rs.7,000
18. Sold goods (costing 5000) for cash Rs.2,000.

18. Sold goods on credit to Mr. Acharya Rs.3500

12. Illustrate the concept of 'equity' in the balance sheet and how it is calculated under Ind-AS. (5)

OR

Explain the treatment of interest and dividends in the operating, investing, and financing activities sections of the cash flow statement under Ind-AS. (5)

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