



## BRAINWARE UNIVERSITY

Term End Examination 2023-2024

Programme – BBA(HM)-2021/BBA(HM)-2022

Course Name – Business Accounting & Financial Management

Course Code - BBAHMS401

( Semester IV )

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) Recording of business transaction is called \_\_\_\_\_. (Identify)
- |               |                   |
|---------------|-------------------|
| a) Accounting | b) Book – keeping |
| c) Ledger     | d) None of these. |
- (ii) The process of recording, classifying & summarizing all the transaction is called \_\_\_\_\_. (Identify)
- |                   |                   |
|-------------------|-------------------|
| a) Book – keeping | b) Accounting     |
| c) Journalizing   | d) None of these. |
- (iii) Identify the person, firm who does not pay the price in cash for the goods purchased.
- |             |                   |
|-------------|-------------------|
| a) Creditor | b) Proprietor     |
| c) Debtor   | d) None of these. |
- (iv) Match the the term 'interest received' with the following types of accounts.
- |                     |                      |
|---------------------|----------------------|
| a) Personal Account | b) Real Account      |
| c) Nominal account  | d) None of the above |
- (v) Match the the term 'Commission Received' with the following types of accounts.
- |                     |                      |
|---------------------|----------------------|
| a) Personal Account | b) Real Account      |
| c) Nominal account  | d) None of the above |
- (vi) The debts which are to be repaid within a short period (a year or less) are referred to as \_\_\_\_\_. Select among the following.
- |                        |                 |
|------------------------|-----------------|
| a) Current liabilities | b) Fixed assets |
| c) Intangible assets   | d) Investments  |
- (vii) Infer the objective of wealth maximization takes into account
- |                                  |                         |
|----------------------------------|-------------------------|
| a) Amount of returns expected    | b) Risk associated with |
| c) Timing of anticipated returns | d) All of these         |
- (viii) Indicate according to which of the following accounting concept even the proprietor of the business treated as a creditor of the business to the extent of his capital
- |                              |                       |
|------------------------------|-----------------------|
| a) money measurement concept | b) dual entry concept |
|------------------------------|-----------------------|

- c) going concern concept  
 (ix) Express If we take goods for own use we should  
 a) Debit Drwings account, Credit Purchases account  
 c) Debit Sales Account: credit Stok Account  
 (x) Indicate Economic life of an enterprise is split into the periodic interval as per ----- concept  
 a) Matching  
 c) Periodiity  
 (xi) Determine If Ram has sold goods for cash , the entry will be recorded in the  
 a) Cash Book  
 c) proper journal  
 (xii) Write If the trial balance does not tally after many efforts, then the \_\_\_\_\_ account is opened.  
 a) Purchase account  
 c) Sales account  
 (xiii) Construct Trial balance is used to check the accuracy of  
 a) Balance sheet balances  
 c) cash flow statement balanes  
 (xiv) Explain When is trial balance prepared  
 a) the end of accounting period  
 c) Frequently during the year  
 (xv) Report If a person fails to pay his debt, such an amount is considered as \_\_\_\_\_.  
 a) Bad debts  
 c) Provision for bad debt
- d) separate entity concept.  
 b) Deit Purchases Account: Credit Drawings Account  
 d) None of these  
 b) Money measurement  
 d) Accrual  
 b) sales ook  
 d) Leger  
 b) Suspense account  
 d) None of the above  
 b) Ledger accounts alances  
 d) Income statement balances  
 b) At the end of a year  
 d) At the en of a month  
 b) ad dets recovered  
 d) None of the above

### Group-B

(Short Answer Type Questions)

3 x 5=15

2. Define Real Accounts and rule of Debit and Credit of Real Account (3)
3. Explain the different users of accounting information. (3)
4. Describe What is meant by capital structure? Explain What are the major determinants of capital structure. (3)
5. Define a compound journal entry with example. (3)
6. Differentiate between systematic risk and unsystematic risk. (3)

OR

Write a short note on Investment decision

(3)

### Group-C

(Long Answer Type Questions)

5 x 6=30

7. Define straight line method of depreciation (5)
8. Discuss MM Approach (5)
9. Explain cost of capital (5)
10. Explain the features of Depreciation (5)
11. The investment for a project is 10000. Anticipated cash inflow for next 3 years are 3000, 4000, and 7000 respectively. Calculate the Profitability Index of the project. (I = 10%) (5)
12. From the following information, prepare Trading Account for the year ended 31st March, 2022: Stock on 1st April, 2022 - 40000, Purchases - 400000, Sales - 380000, Carriage Inwards - 20000, Returns Outward - 80000, Wages and Salaries - 50000, Returns Inward - 20000, Stock on 31st March, 2022 - 120000 (5)

OR

Write the journal entries of the following transactions: 1. Purchased goods costing Rs.2,00,000 2. Purchased goods on credit from Mr. Bhatta Rs.50,000 3. Sold goods for cash Rs.1,50,000 4. Sold goods on credit Rs.7,000 5. Sold goods on credit to Mr. Acharya Rs.3500 (5)

\*\*\*\*\*