

BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI
(MID SEMESTER EXAMINATION MO/2023)

CLASS: BBA
BRANCH: BBA

SEMESTER : I
SESSION : MO/2023

SUBJECT: MN108 INTRODUCTION TO BUSINESS ACCOUNTING

TIME: 02 Hours

FULL MARKS: 25

INSTRUCTIONS:

1. The question paper contains 5 questions each of 5 marks and total 25 marks.
 2. Attempt all questions.
 3. The missing data, if any, may be assumed suitably.
 4. Tables/Data handbook/Graph paper etc., if applicable, will be supplied to the candidates
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|--------|---|-------|----|
| Q.1(a) | Define accounting and its process | [2] 2 | 1 |
| Q.1(b) | Differentiate between journal and ledger | [3] 2 | 2 |
| Q.2(a) | Journalise the following transactions | [2] 2 | 3 |
| | 1. Started business with cash Rs.2,00,000, Goods Rs.100,000, furniture Rs. 50,000. | | |
| | 2. Goods costing Rs.3,000(sale price Rs.4,000) taken away by the proprietor for his personal use. | | |
| | 3. Purchased goods from Murli of the list price of Rs.1,00,000 less 10% trade discount and paid him by cheque under a cash discount of 5%. | | |
| | 4. Goods sold for cash to vijay. | | |
| Q.2(b) | Explain various types of subsidiary books. | [3] 2 | 3 |
| Q.3(a) | Define Trading Account and Profit & loss Account. | [2] 3 | 1 |
| Q.3(b) | From the following information, prepare Trading account for the year ending on 31 st March 2023. Opening stock Rs. 1,50,000, sales Rs. 12,60,000, Return outwards Rs.10,000, wages and salaries Rs. 4,000, Carriage inward Rs. 2,000, Freight inward Rs. 3,000, Cash purchases Rs. 10,50,000, Returns inward Rs. 20,000, Closing Stock as on 31.03.2023 Rs. 84,000. | [3] 3 | 3 |
| Q.4(a) | Define current asset and current liability and mention two examples for both. | [2] 3 | 2 |
| Q.4(b) | Pass adjustment entries for the following and show them in balance sheet. 1) Outstanding expenses, 2) Prepaid expenses, 3) Received in advance | [3] 3 | 2 |
| Q.5(a) | What is capital expenditure? Give any two example of capital expenditure. | [2] 2 | 2 |
| Q.5(b) | Distinguish between capital expenditure and revenue expenditure. | [3] 2 | 2 |

:::19/09/2023 M:::