

**BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI
(MID SEMESTER EXAMINATION SS/2025)**

**CLASS: BBA/IMBA/B.Sc.
BRANCH: BBA/IMBA/BA**

**SEMESTER : I
SESSION : MO/25**

SUBJECT: MN25108 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) Which of the following will not be recorded and why?
(i) Sales of goods (ii) Payment of salary
(iii) Quality of staff? | [2] | 1 | |
| Q.1(b) Define Realization concept and convention of conservatism? | [3] | 1 | |
| Q.2(a) State the three golden rules of accounting? | [2] | 1 | |
| Q.2(b) What are cash transactions and credit transactions? | [3] | 1 | |
| Q.3(a) Journalize the following transactions: -
i) Purchased building and cheque issued Rs. 5,000
ii) Bought furniture from Hari traders for cash Rs. 10,000
iii) Provide 10% Depreciation on furniture costing Rs. 5,000
iv) Paid Rs. 975 to Hari in full settlement of his account for Rs. 1,000
v) Sold goods to Ramesh of Rs. 3,000 | [5] | 1 | |
| Q.4(a) What is the meaning of ledger? Explain with illustration? | [2] | 1 | |
| Q.4(b) Prepare cash ledger of the above journalized transactions | [3] | 1 | |
| Q.5(a) Why trading account is prepared. Give reasons? | [2] | 2 | |
| Q.5(b) Prepared the Trading Account from the balances given below:
In Rs. | [3] | 2 | |

Opening Stock	2,300	Purchase Return	240
Purchases	2,900	Closing Stock	4,770
Sales Return	50	Carriage Inwards	10
Sales	2,540	Depreciation	200