

JAYPEE UNIVERSITY OF INFORMATION TECHNOLOGY, WAKNAGHAT

TEST -1 EXAMINATION- 2024

BBA II Semester

COURSE CODE (CREDITS): 23BB1HS213(4)

MAX. MARKS: 15

COURSE NAME: Business Accounting

COURSE INSTRUCTORS: Triambica Gautam

MAX. TIME: 1 Hour

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*Note: (a) All questions are compulsory.*

*(b) Marks are indicated against each question in square brackets.*

*(c) The candidate is allowed to make Suitable numeric assumptions wherever required for solving problems.*

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Q1. Briefly explain the impact of the following transaction on the accounting equation. Megabyte provides Rs.2,5000 of programming services for customers. The company receives cash of Rs.1,5000 from customers, and it bills the balance of Rs.10,000 on account.

[2]CO2

Q2. What is the significance of the fair value principle?

[2]CO1

Q3. Describe the use of the economic entity assumption in the accounting process.

[2]CO1

Q4. Given below are a set of transactions. Prepare a three column cashbook and a journal proper from these. Prepare the ledger account for Currency counter account. On April 1, 2017, HS Store Cash Book showed debit balances of Cash Rs. 15,500 and Bank Rs. 13,5750. Opening balance in the Currency counter account is Rs.100.

**April 02** Purchased Currency counter for Cash Rs. 7500; Cash Sales Rs. 13,150.

**03** Purchased filing cabinet for office from Godrej Interio on credit of 2 months, Rs. 20,000.

**07** Deposited Cash Rs. 5000 to bank.

**08** Sold old Currency counter for Rs. 200, book value on date was Rs. 100.

**10** Received from A. Hussain a check for Rs. 25,500 in part payment of his account (not deposited).

**16** Paid by check for merchandise purchased worth Rs. 10,050.

**20** Deposited into Bank the check received from A. Hussain.

**22** Received from customer a check for Rs. 7,750 in full settlement of his accounts (not deposited). Rs. 8000 was due from the customer.

**24** Sold merchandise to Sweet Bros. for Rs 15,000 who paid by check which was deposited into bank.

**26** Paid a creditor Salman Rs. 9150 by check, Rs.150 discount allowed by Salman.

**28** Deposited into Bank the check of customer of worth Rs. 7750 was dated 22<sup>nd</sup> April.

**29** Paid wages by cash Rs. 5000 and salary Rs. 10,000 by bank.

**30** Drew from Bank for Office use Rs. 2500 and Personal use Rs. 1500.

[4+2+3]CO3