

JAYPEE UNIVERSITY OF INFORMATION TECHNOLOGY, WAKNAGHAT

TEST -2 EXAMINATION- 2024

BBA -II Semester

COURSE CODE (CREDITS): 23BB1HS213

MAX. MARKS: 25

COURSE NAME: Business Accounting

COURSE INSTRUCTORS: TGM

MAX. TIME: 1 Hour 30 Minutes

*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*

Q1. The Trial Balance of Mr. Vaibhav as on 31<sup>st</sup> march, 20X2 was as follows:

Particulars	Dr. (Rs.)	Cr. (Rs.)
Capital/Drawings	3,200	1,80,000
Stock as on 1/4/20X1	9,000	
Purchases/Sales	64,500	1,19,000
Sales Returns	2,000	
Insurance Premium	1,500	
Duty paid on purchases	10,000	
Primary Packing Expenses	2,000	
Carriage outwards	8,000	
Postage	100	
Advertisement	1,000	
Bad Debts	300	
Discount received		500
Bills payable		9,000
Bank overdraft		3,000
Land & Buildings	90,000	
Plant & Machinery	70,000	
Furniture	1,000	
Debtors/Creditors	25,400	42,000
Cash in Hand	500	
Cash at Bank	40,000	
Goodwill	9,000	
Wages & Salaries	16,000	
	<u>3,53,500</u>	<u>3,53,500</u>

Adjustments:

- Closing stock as on 31-03-20X2 Rs. 21,600.
- Interest on bank-overdraft unpaid Rs. 275.

- c) Half yearly insurance premium prepaid.
- d) Depreciate Land and Buildings at 10%. Plant and Machinery at 20%.
- e) Write off further bad debts of Rs. 400 and make a provision for doubtful debts @ 5% of debtors.

Prepare the Trading & Profit and Loss account and Balance Sheet for the year ended 31<sup>st</sup> march 20X2.

**CO4 [5+5]**

Q2. Explain briefly the provisions of AS10 - Events after the reporting period.

**CO1 [3]**

Q3. How does Ind AS 8 define "Errors"? How are these dealt with in the financial statements?

**CO1 [5]**

Q4. What are deferred tax assets and deferred tax liabilities? How are they to be treated according to Ind AS 12?

**CO1 [2+2]**

Q5. Write down the adjustment journal entries required to be passed for charging Interest on capital and Manager's commission.

**CO4 [3]**