

**ANDHRA LOYOLA COLLEGE,(Autonomous)**  
**BBA & BCom Model Paper (Theory & Problems)**  
**SPECIMEN COPY**

**Max Marks: 100**

**Time : 2 Hours**  
**Pass Mark: 40**

**Answer any five of the following**

**5\*20\*100**

1. What is accounting? What are its branches and also explain about types of accounts and their rules.
2. On 1st January, 1998 machinery was purchased by X for Rs. 20,000. On 1st July, 1999 additions were made to the extent of Rs. 4,000. On 1st April, 2000, further additions were made to the extent of Rs. 2560. on 30th June, 2001, a machinery, the original value of which was Rs. 3200 on 1st January, 1998, was sold for 2400. X closed his books on 31st December each year. Show the Machinery account for four years from 1998-2001 in the books of X if depreciation is charged at 10% under Diminishing Balance method.
3. Discuss the principle of GAAP
4. From the following particulars, prepare a Bank Reconciliation Statement for Mr. A as a t 31.03.2018.
  - i. Balance as per cash book Rs. 7000
  - ii. cheques issued but not yet presented for payment Rs. 2,000
  - iii. cheques deposited but not cleared upto 31st March, 2016 1000
  - iv. interest charged by the bank 20
  - v. balance as per pass book is Rs. 7980
5. How would you write up journal and briefly explain its contents and specimen of journal.
6. Prepare Trading and Profit and Loss account of M/s. Suraj Prakash & sons for the year ending 31<sup>st</sup> December, 2019 from the following information:

• Opening stock	2,00,000
• Purchases	2,55,000
• Wages	1,00,000
• Salaries	30,000
• Rent rates and taxes	12,000
• Depreciation	3,020
• Carriage	5,000
• Purchases returns	13,250
• Export duty	9,000
• Sales	5,75,000
• Coal & coke	25,000
• Sales returns	10,000
• Printing & stationery	2,250
• Closing stock	3,00,000

- Repairs 6,000
- Discount allowed 12,505
- Bad debts 9,000
- Advertisement 2,500
- Gas & water 1,500
- Factory lighting 2,500
- General expenses 4,000

7. Explain about different types of subsidiary Books

8. Prepare profit and loss account from the following balances extracted from the books of Trader for the year 2018.

i. Gross profit	1,85,000
ii. salaries	20,000
iii. rent and rates	5,000
iv. stationery	1,000
v. postage	500
vi. insurance	2,000
vii. repairs	1,500
viii. depreciation	5,000
ix. advertisement	5,000
x. discount (Dr.)	500
xi. salesmen commission	5,000
xii. Bad Debts	2,000
xiii. Loss by fire	2,000
xiv. interest on investments	2,500
xv. profit on sale of investments	2,000

9. Explain different methods of calculating depreciation.

10. Following balances were taken from the books of shri Ram Prasad on 31<sup>st</sup> March, 2011.

Particulars	Rs.	Particulars	Rs.
Capital	1,00,000	Rent (Cr)	2,100
Drawings	17,600	Railway freight and other	
Purchases	80,000	expenses on goods sold	16,940
Sales	1,40,370	Carriage inward	2,310
Purchases returns	2,820	Office expenses	1,340
Opening stock	11,460	Printing and stationery	660
Bad debts	1,400	Postage and telegram	820
Bad debts provisions		Sundry debtors	62,070
(1-4-2010)	3,240	Sundry creditors	18,920
Rates and insurance	1,300	Cash at bank	12,400
Discount (Cr)	190	Cash in hand	2,210
Bills receivable	1,240	Office furniture	3,500

Sales returns	4,240	Salary and commission	9,870
Wages	6,280	Additions to building	7,000
Buildings	25,000		

**Prepare** Trading and profit and loss account and balance sheet as on 31<sup>st</sup> march, 2011, after keeping in view these adjustments:

- a. Depreciate old building at 5% and new additions to buildings at 5% and office furniture at 10%.
- b. Write off further bad debts 5,70
- c. Increase the bad debts reserve to 7% of debtors
- d. On 31<sup>st</sup> march, 2011 5,70 are outstanding for salary
- e. Rent Receivable 2,00
- f. Interest on capital at 10%
- g. On 31<sup>st</sup> March, 2011 stock is valued at 14,290
- h. Unexpired insurance 2,40

\*\*\*ALL THE BEST\*\*\*