

Roll.No.

24UBACT1002

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)

Chromepet, Chennai - 600 044.

B.B.A. - END SEMESTER EXAMINATIONS - NOVEMBER 2025

SEMESTER - I

24UBACT1002 - Financial Accounting

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. Explain the various branches of accounting.
2. Prepare a Two-Column Cash Book (Cash and Bank) from the following transactions for the month of June 2025.

Date	Transaction	Amount (₹)
June 1	Cash in Hand ₹15,000; Bank Overdraft ₹5,000.	
June 5	Paid salaries by cheque.	8,000
June 8	Received a cheque from Rakesh, a debtor.	6,500
June 12	Deposited the cheque from Rakesh into the bank.	6,500
June 15	Drew a cheque for office use (Contra).	3,000
June 20	Cash sales.	4,000
June 25	Paid Rohan, a creditor, by cheque.	4,200
June 28	Cash deposited into the bank.	7,000

3. A company's Articles of Association states its maximum capital is ₹50,00,000, divided into 5,00,000 Equity Shares of ₹10 each. The company offered 4,00,000 shares to the public and received applications for 3,50,000 shares. The directors called up ₹8 per share, and all money was received.

Calculate the following components of the company's Share Capital:

- a) Authorized Capital
 - b) Subscribed Capital
4. Evaluate the objectives of sustainability reporting and assess how they contribute to long term business value.

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5. Pass the necessary Journal Entries for the following transactions in the books of M/s. Quick Traders, and then prepare the Purchases Account in the Ledger.

Date	Transaction	Amount (₹)
June 1	Purchased goods from Sunil on credit.	8,000
June 5	Purchased goods for cash.	4,500
June 10	Goods returned to Sunil (Purchases Return).	1,000
June 15	Sold goods to Ramesh on credit.	7,000
June 20	Ramesh returned goods (Sales Return).	500

6. The following balances are extracted from the books of M/s. Simple Traders for the year ended March 31, 2025:

Particulars	Amount (₹)
Sales	1,50,000
Purchases	80,000
Opening Stock	20,000
Wages	5,000
Rent	7,000
Selling Expenses	3,000

Additional Information: Closing Stock as on March 31, 2025, was valued at ₹35,000. Prepare the Income Statement (Trading and Profit & Loss Account) in vertical format to show the Gross Profit and the Net Profit.

7. Galaxy Ltd. issued 10,000 Equity Shares of ₹10 each at a premium of ₹2 per share, payable as follows:

- On Application: ₹4 per share (including ₹1 premium)
- On Allotment: ₹5 per share (including ₹1 premium)
- On First and Final Call: Balance

All shares were fully subscribed, and all money was duly received.

Pass the necessary Journal Entries for the Application and Allotment stages only.

8. Justify the fundamental need for a business to shift from traditional financial accounting to Green Accounting.

Section C

Answer any **THREE** questions (3 × 10 = 30 Marks)

9. Compare and contrast the various types of business organization.
10. Mr. Vikas started a business and completed the recording of his transactions for the month of April 2025. The balances of his Ledger Accounts as on April 30, 2025, were extracted as follows:

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SEMESTER - I
24UBACT1002 - Financial Accounting

S.No.	Account Title	Amount (₹)
1	Cash in Hand	22,000
2	Capital Account	1,80,000
3	Purchases Account	1,15,000
4	Sales Account	1,70,000
5	Furniture (Asset)	45,000
6	Sundry Debtors	38,000
7	Sundry Creditors	30,000
8	Rent Paid	12,000
9	Commission Received	4,000
10	Drawings	10,000
11	Bank Loan (Liability)	25,000
12	Carriage Outwards (Selling Expense)	7,000

Prepare the Trial Balance of Mr. Vikas as on April 30, 2025.

11. The following Trial Balance was extracted from the books of Mr. Shivam as on March 31, 2025:

S. No.	Particulars	Debit (₹)	Credit (₹)
1	Capital		1,50,000
2	Drawings	10,000	
3	Plant & Machinery	80,000	
4	Furniture	20,000	
5	Opening Stock (April 1, 2024)	25,000	
6	Purchases & Sales	1,80,000	2,80,000
7	Wages	15,000	
8	Salaries	25,000	
9	Rent Received		5,000
10	Debtors & Creditors	45,000	30,000
11	Cash at Bank	80,000	
12	Total	4,80,000	4,65,000

Adjustments:

- a) Closing Stock as on March 31, 2025, was valued at ₹40,000.
- b) Depreciate Plant & Machinery by 10%.

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c) Salaries for March 2025, amounting to ₹5,000, are still outstanding.

Determine the Suspense Account balance. Prepare the Trading Account and Profit & Loss Account for the year ended March 31, 2025. Prepare the Balance Sheet as on that date.

12. The following Trial Balance pertains to Smart Tech Ltd. as on March 31, 2025.

Particulars	Debit (₹)	Credit (₹)
Equity Share Capital		5,00,000
Plant & Machinery	2,50,000	
Retained Earnings (Opening)		1,10,000
Sales		8,00,000
Cost of Goods Sold (COGS)	5,50,000	
Salaries & Wages	80,000	
Administrative Expenses	35,000	
Rent (Debit)	20,000	
Sundry Debtors & Creditors	1,00,000	45,000
Cash & Bank Balances	20,000	
Total	10,55,000	10,55,000

Adjustments:

- i. Provide Depreciation on Plant & Machinery at 10%.
- ii. Outstanding Salaries (included in Salaries & Wages) amount to ₹5,000.
- iii. Transfer ₹10,000 to General Reserve.

Prepare the following in vertical format as per the relevant Schedule/Act:

- i. Statement of Profit and Loss (Income Statement).
- ii. Balance Sheet.

13. Assess the effectiveness of Sustainability Reporting as a method to directly improve the value of a business.
