



Roll No. _____

University of Petroleum & Energy Studies
School of Business
 Kandoli Campus, Dehradun

End Semester Examination – December, 2018

Programme Name: **BBA(O&G)**
 Subject: Business Accounting
 Subject code: FINC 1001

Semester: I
 M.Marks: 100
 Duration: 3 Hrs

Note: All sections are compulsory.
CO—Course Objectives

Section –A (Objective type) (10*2)

Q1.

1. Choose the odd one account:
 (a) Salary A/c (b) Wages A/c (c) Rent A/c (d) Rent Outstanding
2. Goods worth Rs. 3000 distributed as free sample will be debited to :
 (a) Trading A/c (b) Profit and Loss A/c (c) Sales Promotion A/c (d) Charity A/c
3. Purchase Return A/c shall have:
 (a) Dr. Balance (b) Cr. Balance (c) Either Dr. or Cr. Bal (d) Neither Dr. nor Cr.
4. The term used for writing off long term investment in tangible assets is called:
 (a) Depreciation (b) Depletion (c) Amortization (d) Obsolescence
5. One of the method of recording depreciation is:
 (a) Straight Line Method (b) Written Down Value Method
 (c) Creating Provision for Depreciation (d) All of the Above
6. What would be the cost of goods sold from the following details:
 Opening Stock : Rs. 4,000; Purchases Rs. 26, 000; Closing Stock : 2,000
 (a) Rs. 28,000 (b) Rs. 30,000 (c) Rs. 26,000 (d) Rs. 32,000
7. Select the odd one out:
 (a) Salary A/c (b) Insurance A/c (c) Rent A/c (d) Commission Received
8. Which of the following is Personal Account?
 (a) Bank A/c (b) Cash A/c (c) Salary A/c (d) Furniture A/c
9. Machinery A/c shall be closed as:
 (a) To balance b/d (b) By balance b/d (c) To balance c/d (d) By balance c/d
10. Depreciation is:
 (a) Asset (b) Reserve (c) Expense (d) Loss

CO 1
CO3
CO1
CO2
CO3
CO1
CO3
CO2
CO1
CO1

Section (B) Short Types (4*5 marks) 20 Marks

- Q2. Distinguish between Comparative and Common Size Financial Statements. CO2
- Q3 Draw a format of presenting Cash Flow Statement as per Accounting Standard AS3 for Cash from Financing Activities. CO4
- Q4 What are the limitations of Ratio Analysis? CO3
- Q5. “Each transaction has a double aspect.” Explain this statement giving examples. CO1

Section –C – (3*10) 30 Marks

- Q6. What do you understand by “Extraordinary Items” in CFS? CO4
- Q7. The summarized Balance Sheets of XYZ Ltd. as on 31st March, 2011 and 2012 are given below :-

Liabilities	March 31 2011 Rs.	March 31, 2012 Rs.	Assets	March 31, 2011 Rs.	March 31 2012 Rs.
Share Capital	4,50,000	4,50,000	Fixed Assets	4,00,000	3,20,000
General Reserve	3,00,000	3,10,000	Investment	50,000	60,000
Profit and Loss A/c	56,000	68,000	Stock	2,40,000	2,10,000
Creditors	1,68,000	1,34,000	Debtors	2,10,000	4,55,000
Provision for Taxation	75,000	10,000	Bank	1,49,000	1,97,000
Mortgage loan	2,70,000			
	10,49,000	12,42,000		10,49,000	12,42,000

Additional Information :

- (i) Investments costing Rs. 8,000 were sold during the year 2011-12 for Rs. 8,500.
- (ii) Provision for tax made during the year was Rs. 9,000.
- (iii) During the year, part of the fixed assets costing Rs. 10,000 was sold for Rs. 12,000 and the profit was included in the Profit and Loss Account.
- (iv) Dividends paid during the year amounted to Rs. 40,000

You are required to prepare a **Cash Flow Statement**.

CO5

Q8. What do you mean by Deferred Revenue Expenditures? Give an example for the same. CO2

Section D Numerical

(30 Marks)

Q9. With the help of the following information, prepare a **Trading Account, Profit and Loss Account and Balance Sheet of ABC Ltd.:**

(i)	Gross Profit Ratio	25%
(ii)	Net Profit Ratio	20%
(iii)	Inventory Turnover Ratio	10 Times
(iv)	Net Profit / Capital	1/5
(v)	Capital / External Liabilities	1/2
(vi)	Fixed assets to Capital	5/4
(vii)	Fixed Assets / Total Current Assets	5/7
(viii)	Fixed Assets	Rs. 5,00,000
(ix)	Closing Stock	Rs. 50,000

What conclusion you can derive from the above analysis regarding the profitability and effectiveness of fixed assets utilization w.r.t capital invested?

Also throw light on the short term solvency of the firm.

CO5