SET-1

INDIRA UNIVERSITY, PUNE

SCHOOL OF BUSINESS- BBA

Backlog Examination (2025 Pattern) April/ May – 2026 - Semester – I

Subject Name: Financial Accounting **Max. Marks: 25**
Subject Code: 25BBA121T **Time: 1.30 Hours**

Instructions

- Instructions 1: All the questions are compulsory
- Instructions 2: Figures to the right indicate full marks
- Instructions 3: Use of simple calculator is allowed

CO #	Cognitive Ability	Course Outcome
CO1	Remember	Define the key concepts, nature, and functions of management.
CO2	Understand	Explain management theories, principles, and contributions of key management thinkers.
CO3	Apply	Demonstrate an understanding of management functions like planning, decision-making, organizing, and controlling.
CO4	Analyse	Comprehend latest trends in management, such as CSR, crisis management, and technology integration and management practices in MNCs.

Q1.	**Attempt the following: (5 Marks)** **1. The primary objective of financial accounting is to:** a) Control production b) Provide financial information to users c) Prepare budgets d) Reduce taxes **2. The accounting equation is:** a) Assets = Capital – Liabilities b) Assets = Liabilities × Capital c) Assets = Liabilities + Capital d) Assets + Liabilities = Capital **3. “Business is separate from the owner” refers to which concept?** a) Matching Concept b) Business Entity Concept c) Consistency Concept d) Prudence Concept	CO1

	4. Which accounting principle states that expenses should be recorded in the same period as related revenues? a) Matching Principle b) Conservatism Principle c) Cost Principle d) Disclosure Principle **5 The Going Concern Concept assumes:** a) Business will close soon b) Business will continue for a long time c) Business depends only on cash transactions d) Business has no fixed assets	
Q2.	**Attempt the following: (5 Marks)** a. What are the different types of accounts? Give examples. **OR** b. What is the matching principle? Give an example.	CO2
Q3.	**Attempt the following: (5 Marks)** a. Prepare journal entries for the following in the books of Yogesh Enterprises: (i) Commenced business with furniture ₹80,000; (ii) Purchased goods for cash ₹20,000 from Sandesh. (iii) Sold goods on credit ₹15,000 from Suresh (iv) Paid salary ₹5,000 to Mohan (v) Received rent ₹2,000. **OR** b. Identify the relationship between concepts, principles, and conventions.	CO3
Q4.	**Attempt the following: (5 Marks)** a. From the following information of Rohit Traders, prepare a Trading Account for the year ended 31st March 2025: Opening Stock ₹15,000; Purchases ₹80,000; Wages ₹10,000; Carriage Inward ₹3,000; Sales ₹1,20,000; Closing Stock ₹20,000. **OR** b. Examine the limitations of financial accounting.	CO4
Q5.	**Attempt the following: (5 Marks)** a. The following balances are extracted from the books of Neha Enterprises, Prepare a Trial Balance: Cash ₹18,000, Purchases ₹55,000, Sales ₹95,000, Wages ₹10,000, Rent ₹6,000, Furniture ₹15,000, Salaries ₹8,000, Capital ₹ 20,000, Drawings ₹5,000, Interest Received ₹2,000. **OR** b. From the following balances of Rahul & Co., prepare a Trial Balance: Capital ₹20,000, Cash ₹12,000, Bank ₹18,000, Purchases ₹50,000, Sales ₹80,000, Rent ₹6,000, Insurance ₹4,000, Furniture ₹10,000, Drawings ₹5,000, Commission Income ₹5,000	CO3

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