

INDIRA UNIVERSITY, Pune

SET-2

SCHOOL OF BUSINESS- BBA

Term End Examination (2025 Pattern) December – 2025 - Semester – I

Subject Name: Financial Accounting
Subject Code: 25BBA121T

Max. Marks: 25
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, SOB_BBA_Financial Accounting 1 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. |

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| Q1. | <p>Attempt all the questions: (5 Marks)</p> <p>1. Capital Account is.....Account</p> <p>a) Nominal b) Both Nominal and Real c) Real d) Personal</p> <p>2. The accounting equation is:</p> <p>a) Assets = Capital – Liabilities b) Assets = Liabilities × Capital c) Assets = Liabilities + Capital d) Assets + Liabilities = Capital</p> <p>3. Debit All Expenses and Losses, Credit.....</p> <p>a) Assets b) Liabilities c) All Incomes and Gains d) the receiver</p> | CO1 |
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| | <p>4. Which accounting principle states that expenses should be recorded in the same period as related revenues?</p> <p>a) Matching Principle b) Conservatism Principle c) Cost Principle d) Disclosure Principle</p> <p>5. The Going Concern Concept assumes:</p> <p>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</p> | |
| Q2. | <p>Attempt the following: (5 Marks)</p> <p>Illustrate the relationship between assets, liabilities, and capital.</p> <p style="text-align: center;">OR</p> <p>What is the going concern principle? Give an example.</p> | CO2 |
| Q3. | <p>Attempt the following: (5 Marks)</p> <p>Prepare journal entries for the following in the books of Mahesh Enterprises: (i) Commenced business with Cash ₹90,000; (ii) Purchased goods for cash ₹30,000. (iii) Sold goods on credit ₹25,000 to Suresh (iv) Paid wages ₹5,000 to Mohan (v) Received rent ₹1,000.</p> <p style="text-align: center;">OR</p> <p>What is the process of preparing basic financial statements?</p> | CO3 |
| Q4. | <p>Attempt the following: (5 Marks)</p> <p>From the following information of Rohit Traders, prepare a Trading Account for the year ended 31st March 2025: Opening Stock ₹30,000; Purchases ₹160,000; Wages ₹20,000; Carriage Inward ₹6,000; Sales ₹2,40,000; Closing Stock ₹40,000.</p> <p style="text-align: center;">OR</p> <p>Examine the concepts: Consistency and Full Disclosure.</p> | CO4 |
| Q5. | <p>Attempt the following: (5 Marks)</p> <p>The following balances are extracted from the books of Atul Enterprises, Prepare a Trial Balance: Cash ₹36,000, Purchases ₹1,10,000, Sales ₹1,90,000, Wages ₹20,000, Rent ₹12,000, Furniture ₹30,000, Salaries ₹16,000, Capital ₹ 40,000, Drawings ₹10,000, Interest Received ₹4,000.</p> <p style="text-align: center;">OR</p> <p>From the following balances of Mahesh & Co., prepare a Trial Balance: Capital ₹40,000, Cash ₹24,000, Bank ₹36,000, Purchases ₹1,00,000, Sales ₹1,60,000, Rent ₹12,000, Insurance ₹8,000, Furniture ₹20,000, Drawings ₹10,000, Commission Income ₹10,000</p> | CO3 |