



UNIVERSITY OF NORTH BENGAL
BBA Honours 2nd Semester Examination, 2020

CC4-BBA (203)

FINANCIAL ACCOUNTING FOR MANAGERS

Full Marks: 60

ASSIGNMENT

The figures in the margin indicate full marks.

Attempt any two questions

30×2 = 60

1. Mr. Rahul has been keeping the accounts of his sole proprietorship business under single entry system. Now the business has become so big that it is impossible for him to maintain detail accounting information of every aspect of his business. Recommend and explain him different books of accounts he should maintain to overcome the problem. 30

2. Prepare Trading Account, Profit and Loss Account and Balance Sheet of Sri Raghav for the year ended on March 31, 2020 from the following Trial Balance and other information. 30

Trial Balance as on March 31, 2020

Dr	Rs.	Cr	Rs.
Goodwill	25,000	Capital	3,20,000
Land and Building	1,20,000	Commission	2,500
Machinery	80,000	Returns	3,500
Purchases	3,50,000	Bad Debt Recovery	5,600
Wages	70,000	Creditors	60,000
Salaries	25,000	Provision for Bad Debt	2,500
Carriage	6,500	Interest on Investment	5,000
Postage	1,200	Bills Payable	21,000
Printing and Stationery	6,400	Outstanding Wages	1,600
Sundry Debtors	52,000	Bank overdraft	11,000
Bills Receivable	21,000	Sales	4,86,400
Opening Stock	31,000	Discounts	2,300
General Expenses	3,300		
Bad Debts	1,500		
Discounts	1,200		
Furniture	20,000		
Cash in hand	10,300		
Fixed Deposit	30,000		
Bills Receivable	12,000		
Prepaid Expenses	2,300		
14% investments	50,000		
Returns	2,100		
Suspense	600		
	9,21,400		9,21,400

Other information:

- (i) Stock on March 31, 2020 costing Rs. 42,000 and Market price Rs. 40,000.
- (ii) Depreciation on all fixed Assets are to be written off at 10%.
- (iii) Interest on Investment is to be taken for the full year.
- (iv) Goods taken for the private use by Sri Raghav Rs. 4,500.
- (v) Goods destroyed by an accident costing Rs. 23,000 but Insurance company admitted only Rs. 16,000.
- (vi) Rs. 2,000 among debtors is bad and to be written off.
- (vii) Provision for bad debt is to be maintained at 8%.
- (viii) Salary outstanding Rs. 1,000.
- (ix) Printing included Rs. 500 paid for the next year.
- (x) Commission received in advance Rs. 600.

3. “The system of accounting would have collapse in absence of different accounting concepts.” – Judge the statement in the light of any four accounting concepts.

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