


Name:	 UPES UNIVERSITY WITH A PURPOSE
Enrolment No:	

UNIVERSITY OF PETROLEUM AND ENERGY STUDIES

Online End Semester Examination, May 2020

Course: BUSINESS ACCOUNTS

Semester: 1ST

Program: BBA (ABD + FB&E)

Time: 03 Hours

Course code: FINC1001

Max. Marks: 100

Instructions: Attempt all the questions

SECTION A

(30 Marks)

1. Each Question will carry 5 Marks

2. Instruction: Complete the statement / Select the correct answer(s)

		Marks	
Q.1.	Ascertain liquid assets: Current ratio 3; Quick ratio 1; Current Assets Rs 90000	5	CO1
Q.2.	Income which has been earned but not received or recorded during the accounting period is called _____.	5	CO1
Q.3.	Depreciation is restricted to represent the fall in the book value of _____ asset, whereas depletion is applied to _____ assets and amortization to _____ asset.	5	CO1
Q.4.	According to going concern, a business entity is assumed to have _____ life.	5	CO1
Q.5.	Assets always have _____ balances.	5	CO1
Q.6.	Ledger is a set of _____.	5	CO1

SECTION B

(50 Marks)

1. Each question will carry 10 marks

2. Instruction: Write short / brief notes

Q.7.	What, if at all, is wrong with the following accounting practices? i. A business records an expense for the electricity charges for the owner's home. ii. A business buys a car at an auction for Rs 40,000 and records it at that amount. One week later, the price of the car is Rs 50,000 and the business records the car at the new market value.	10	CO2
Q.8.	"Debits = Credits". Explain <p style="text-align: center;">OR</p> As manager, following transactions were encountered while preparing books. Analyze them and pass necessary entries for the same: Wages paid for erection of machinery Rs 8,000 Income tax liability of proprietor Rs 1,700 was paid out of petty cash.	10	CO2
Q.9.	The following accounts appear in the Adjusted trial balance columns of a worksheet. Tick the cell in the Statement of Profit & Loss or Balance Sheet column in which the amount of each account should appear.	10	CO2

	i. Additional bad debts Rs 10,000 ii. Maintain the provision for doubtful debts @ 10% on debtors Pass necessary journal entries.		
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