

Name:	
Enrolment No:	

UNIVERSITY OF PETROLEUM AND ENERGY STUDIES
Online End Semester Examination, January 2021

Course: Business Accounting	Semester: I
Programme: BBA (LM)	Time: 03 hrs
Course Code: FINC1001	Max. Marks: 100

Instructions: ALL QUESTIONS ARE COMPULSORY

SECTION A

- 1. Each Question will carry 5 Marks**
2. Instruction: Fill in the blanks

S. No.	Question	CO
Q 1	_____ Assets help to generate revenue in future.	CO1
Q 2	Final accounts include _____, _____ and _____.	CO2
Q 3	Proprietary ratio consist of ____ as numerator and ____ as denominator.	CO2
Q 4	Cash flow statement consist of flows from _____, _____ and _____.	CO1
Q 5	Companies often use the _____ratio to calculate how quickly receivables are collected	CO2
Q 6	Purchases is an Example of _____expenses.	CO2

SECTION B

- 1. Each question will carry 10 marks**
2. Instruction: Write short / brief notes

Q1	Explain the differences between operating activities, investing activities and financing activities.	CO3															
Q2	Explain trading account, profit and loss account and balance sheet. Draw their format.	CO2															
Q3	Explain Gross profit ratio, working capital ratio, acid test ratio, inventory turnover ratio and debt equity ratio.	CO3															
Q4	Prepare trading and profit and loss account and balance sheet from the following particulars as on March 31, 2019.	CO3															
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%;">Account</th> <th style="width: 30%;">Debit Amount (Rs.)</th> <th style="width: 35%;">Credit Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Purchases and Sales</td> <td style="text-align: center;">3,52,000</td> <td style="text-align: center;">5,60,000</td> </tr> <tr> <td>Return inwards and Return outwards</td> <td style="text-align: center;">9,600</td> <td style="text-align: center;">12,000</td> </tr> <tr> <td>Carriage inwards</td> <td style="text-align: center;">7,000</td> <td></td> </tr> <tr> <td>Carriage outward</td> <td style="text-align: center;">3,360</td> <td></td> </tr> </tbody> </table>		Account	Debit Amount (Rs.)	Credit Amount (Rs.)	Purchases and Sales	3,52,000	5,60,000	Return inwards and Return outwards	9,600	12,000	Carriage inwards	7,000		Carriage outward	3,360	
Account	Debit Amount (Rs.)		Credit Amount (Rs.)														
Purchases and Sales	3,52,000		5,60,000														
Return inwards and Return outwards	9,600		12,000														
Carriage inwards	7,000																
Carriage outward	3,360																

Fuel and power	24,800	
Opening stock	57,600	
Bad debts	9,950	
Debtors and Creditors	1,31,200	48,000
Capital		3,48,000
Investment	32,000	
Interest on investment		3,200
Loan		16,000
Repairs	2,400	
General expenses	17,000	
Wages and salaries	28,800	
Land and buildings	2,88,000	
Cash in hand	32,000	
Miscellaneous receipts		160
Sales tax collected		8,350
Closing stock Rs. 30,000		

Q5	Explain the limitations of cash flow statement.	CO2
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Section C

1. Attempt any one. Question carries 20 Marks.
2. Instruction: Write long answer.

Q 1	From the following information calculate: (i) Gross Profit Ratio (ii) Inventory Turnover Ratio (iii) Current Ratio (iv) Liquid Ratio (v) Net Profit Ratio (vi) Working capital Ratio:	CO3
	₹	
	25,20,000	
	Net Profit	3,60,000

Cast of Revenue from Operations	19,20,000	
Long-term Debts	9,00,000	
Trade Payables	2,00,000	
Inventory	8,00,000	
Liquid Assets	7,60,000	
Fixed Assets	14,40,000	
Current Liabilities	6,00,000	
Net Profit before Interest and Tax	8,00,000	

OR

Prepare trading and profit and loss account and balance sheet as on March 31, 2020 :

Account	Amount	Account	Amount
Machinery	27000	Capital	60000
Sundry debtors	21600	Bills payable	2800
Drawings	2700	Sundry creditors	1400
Purchases	58500	Sales	73500
Wages	15000		
Sundry Expenses	600		
Rent & taxes	1350		
Carriage inwards	450		
Bank	4500		
Opening stock	6000		

Closing stock as on March 31, 2020 Rs.22,400