

TILAK MAHARASHTRA VIDYAPEETH, PUNE
BACHELOR OF BUSINESS ADMINISTRATION (B.B.A.)(071)/
B.Sc IN BUSINESS ADMINISTRATION (B.Sc.BA)(755)/
BSC SPORTS MANAGEMENT (770)
EXAMINATION: DECEMBER - 2025

SEMESTER - II

Sub.: Financial Accounting

(BBA23-212/BBA24-212/BSBA24-212/BSC24-212)

Date : 27/12/2025

Total Marks : 60

Time: 10.00 am To 12.30 pm

- Instructions:** 1) All questions are compulsory.
 2) Figures to the right indicate full marks.

Q. 1. Choose the most appropriate option. (05)

1. Fixed assets are generally shown in the Balance Sheet at _____
 a) Historical cost less depreciation b) Market value
 c) Estimated value d) Replacement cost
2. In departmental accounting, indirect expenses are usually _____
 a) Charged equally to all departments b) Allocated on a suitable basis
 c) Ignored completely d) Transferred to capital account
3. When goods are sent on consignment, ownership of goods remains with _____
 a) Consignee b) Customer
 c) Consignor d) Transporter
4. In joint venture accounting, profit or loss is shared according to _____
 a) Capital contribution only b) Mutual agreement between co-venturers
 c) Business turnover d) Fixed rate decided by bank
5. Under proportionate capital method, surplus capital refers to _____
 a) Excess capital compared to profit ratio b) Capital more than fixed assets
 c) Withdrawn capital d) Capital invested after dissolution

Q. 2. State True / False (05)

1. Consignment goods appear as stock in the books of the consignee.
 a) True b) False
2. Joint venture is a temporary partnership for a specific purpose.
 a) True b) False
3. Discount allowed is an income for the business.
 a) True b) False
4. Depreciation reduces the value of fixed assets over time.
 a) True b) False
5. Piecemeal distribution is used when a firm is financially strong.
 a) True b) False

Q. 3. Write Short notes on (Any Three) (15)

1. Objectives of Trading Account
2. Benefits of Departmental Accounting
3. Del Credere Commission
4. Features of Joint Venture
5. Concept of Surplus Capital

Q. 4. Answer in detail (Any Two)**(20)**

1. Explain difference between Joint Ventures and Consignments.
2. Discuss in detail "Accounting for Intra Departmental Transactions in Departmental Accounting?"
3. A, B and C are partners sharing profits and losses in the ratio of 5 : 3 : 2. They decided to dissolve their firm on 31st December 2024. The Balance Sheet on that date was as follows:

Balance Sheet as on 31st December 2024

Liabilities	₹	Assets	₹
Capital A	1,20,000	Cash at Bank	40,000
Capital B	90,000	Building	2,50,000
Capital C	60,000	Equipment	70,000
Bank Loan	1,80,000	Stock	1,30,000
Sundry Creditors	60,000	Debtors	20,000
Total	5,10,000	Total	4,10,000

Assets realised as under:

- First Realisation : ₹ 1,60,000
- Second Realisation : ₹ 1,05,000
- Third Realisation : ₹ 75,000

Prepare a Statement showing Piecemeal Distribution of Cash under the Surplus Capital Method.

4. On 5th August 2024, Sunrise Home Appliances Ltd., Delhi sent 150 microwave ovens to Royal Traders, Jaipur on consignment.
The cost of each microwave oven was ₹ 18,500.

Sunrise Home Appliances Ltd. incurred the following expenses:

- Freight Charges : ₹ 36,000
- Insurance : ₹ 9,000
- Packing Charges : ₹ 250 per unit

After six weeks, Royal Traders sent an Account Sales to Sunrise Home Appliances Ltd. stating that all the microwave ovens were sold at ₹ 32,000 per unit.

The consignee incurred the following expenses:

- Cartage : ₹ 15,000
- Godown Rent : ₹ 22,000
- Loading Charges : ₹ 10,000

Royal Traders is entitled to a commission of:

- 8% on gross sales
- 2% del credere commission

Prepare in the books of Sunrise Home Appliances Ltd.:

1. Consignment Account
2. Consignee's Account

Q. 5. Rahul & Co. provided the Trial Balance as on 31st March 2024

(15)

Particulars	Debit (₹)	Credit (₹)
Advertisement	48,000	—
Bank Loan	—	3,20,000
Bank Overdraft	—	1,20,000
Capital	—	8,00,000
Carriage Inwards	60,000	—
Cash in Hand	1,53,000	—
Creditors	—	3,10,000
Debtors	2,80,000	—
Discount Received	—	35,000
Dividend Received	—	20,000
Drawings	70,000	—
Furniture	3,00,000	—
Goodwill	1,50,000	—
Interest Received	—	25,000
Opening Stock	2,00,000	—
Purchases	9,50,000	—
Rent	44,000	—
Salaries	4,00,000	—
Sales	—	15,00,000
Taxes	85,000	—
Wages	1,00,000	—
Machinery	2,90,000	—

Adjustments:

1. Closing stock as at 31st March 2025 is valued at ₹ 85,000.
2. Salaries outstanding amount to ₹ 55,000.
3. Depreciate Furniture by 5% and Machinery by 8% on their book values.
4. Rent paid in advance is ₹ 10,000.
5. Create a provision for doubtful debts at 5% of Debtors.

Required: Prepare, showing workings and balances clearly:

1. Trading Account for the year ended 31st March 2025.
2. Profit & Loss Account for the year ended 31st March 2025.
3. Balance Sheet as at 31st March 2025.