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**Avinashilingam Institute for Home Science and Higher Education for Women**  
Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD (now MoE)  
Re-accredited with 'A++' Grade by NAAC. CGPA 3.65/4, category I by UGC  
Coimbatore - 641 043, Tamil Nadu, India.

**Continuous Internal Assessment Test I- August 2025**  
**I Semester**

**Class: I UG**  
**Major: BBA**

**Time: 2 Hours**  
**Max. Marks: 60**

**25BBACO3-Financial Accounting and Application Software**

**Course outcomes:**

- CO 1: Understand accounting principles and global standards and identify metrics and classify Business Income and Expenditure, Cost and Revenues Centres.
- CO 2: Comprehend the meaning of depreciation and methods of account for depreciation.
- CO 3: Use Computerised Accounting software (Tally ERP) for basic accounting.
- CO 4: Record the accounting transactions and maintain books of accounts manually and using Tally ERP
- CO 5: Prepare and interpret final accounts of trading concerns and non – trading concerns.

**Part- A**

**Choose the correct the answer**

**6X1=6**

1. Each transaction is first entered in the \_\_\_\_\_ CO1: K1  
 (a) Journal (b) Ledger  
 (c) Trial Balance (d) Profit & Loss Account
2. Credit balances in the ledger will be \_\_\_\_\_ CO1: K2  
 (a) An Income or an Asset (b) An Expenses or on Asset  
 (c) An Income or a Liability (d) none of the three
3. Accounting standard in India are issued by \_\_\_\_\_ CO1:K1  
 (a) Government of India (b) The Institute of Accounting Standard of India  
 (c) The Institute of Chartered Accountants of India (d) Reserve Bank of India
4. Trial balance is used to check the accuracy of \_\_\_\_\_ CO2: K1  
 a) Balance sheet balances (b) Ledger accounts balances  
 c) Cash flow statement balances (d) Income statement balances
5. Depreciation is provided on \_\_\_\_\_ CO2: K1  
 (a) Investments (b) Fixed assets  
 (c) Current assets (d) Intangible assets
6. Which of the following is not an inventory? CO2: K1  
 (a) Raw material (b) Finished products  
 (c) Both a and b (d) Machines

**Part- B**

**3x6=18**

**Answer ALL Questions**

**Each answer should not exceed 400 words or two pages**

- 7 a). Describe the advantages and limitations of Accounting CO1:K2  
 (Or)
- 7.b) Distinguish between Journal and ledger. CO1:K2
- 8 a). Journalise the following transactions in the books of sri T. N of Coimbatore CO2:K3

Date	Particulars
1987 oct 1	Commenced business with Rs. 50,000
3	Purchased goods for cash Rs10,000
4	Paid carriage Rs 50
8	Purchased machinery for Rs.20,000
10	Sold goods to madan on account for Rs. 15,000

(Or)

9 a) what is depreciation? What are causes leading to Depreciation  
(Or)

CO2:K3

9.b) List out the objectives of Trail balance.

CO2:K2

**Part-C**

**3x12=36**

**Answer ALL questions**

**Each answer should not exceed 800 words or four pages**

11. a) Explain the Accounting Concepts and Convention.

CO1:K4

(Or)

b). Explain the principles of GAAP.

CO1:K4

12. a) Distinguish between straight line method and written down value method of depreciation

CO2: K4

(Or)

b) Following balances are extracted from the books of Prabhu, as on 31<sup>st</sup> March, 2017. CO2: K4

Particulars	Amt	Particulars	Amt
Cash in hand	4800	Furniture	60,000
Purchases	4,80,000	Bills Receivable	80,000
Opening Stock	1,40,000	Salaries	80,000
Sundry creditors	96,000	Capital	4,00,000
Machinery	2,40,000	Bills Payable	88,000
Wages	64,000	Sundry Debtors	2,00,000
sales	8,04,000	Rent	40,000

You are required prepare the Trial balance for the above information

13. a) Explain the significance of Inventory Valuation.

CO3: K4

(Or)

b) A company whose accounting year is the calendar year, purchased on 1-1-93 a machine for Rs. 40000. It purchased further machinery on 1-10-93 for Rs. 20,000 and on 1-7-94 for Rs 10,000. On 1-7.1995.1/4 th of the machinery installed on 1-1-1993 became obsolete and was sold for Rs.6800. Show how the Machinery account would appear in the books of the company for all the 3 years under Diminishing balance method. Depreciation rate is 10% p.a

CO2:K4

No. of .Copies:16

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