

SSR DEGREE COLLEGE (AUTONOMOUS) NIZAMABAD

BBA FINANCIAL ACCOUNTING

UNIT I: Foundations & Conceptual Framework

Long Answer / Essay Questions

1. Explain the **nature, purpose, and scope of financial accounting**.
2. Discuss the **qualitative characteristics of financial information** as per the conceptual framework.
3. Explain **accounting principles, concepts, and conventions** with suitable examples.
4. Compare **GAAP and IFRS** frameworks.
5. Explain the **role and ethical responsibilities of accountants**.

Short Notes

- Users of accounting information
- Going concern concept
- Accrual concept
- Conservatism convention
- Faithful representation

★ UNIT II: Accounting Cycle

Long Answer / Practical Questions

1. Explain the **accounting cycle** and its steps in detail.
2. Explain the **double-entry system** and the **golden rules of accounting**.
3. What are **source documents**? Explain different **books of original entry**.
4. Prepare a **trial balance** and explain its objectives.
5. Explain **types of accounting errors** and their **rectification**.

Short Notes

- Journal and ledger
- T-accounts
- Trial balance
- Errors of principle
- Suspense account

★ UNIT III: Adjustments & Financial Statement Preparation

Long Answer / Numerical Questions

1. Explain the **accrual concept and matching concept** with examples.
2. What are **adjusting entries**? Explain prepaid expenses, outstanding expenses, accrued income, and depreciation.
3. Prepare **Trading Account, Profit & Loss Account, and Balance Sheet** of a sole proprietor with adjustments.
4. Explain the treatment of **bad debts and provision for doubtful debts**.
5. Explain the **format and purpose of final accounts**.

Short Notes

- Revenue recognition
- Depreciation
- Closing stock
- Outstanding expenses
- Net profit

★ UNIT IV: Cash, Bank & Special Accounting Issues

Long Answer / Numerical Questions

1. Explain **cash and cash equivalents** and **internal control over cash**.
2. Explain the **petty cash system** under the imprest system.
3. Explain **depreciation** and discuss **straight-line and reducing balance methods**.
4. Differentiate between **provisions and reserves** with examples.
5. Explain the **issue of share capital** and basic **corporate financial statements**.

Short Notes

- Imprest system
- Written down value method
- Provision for doubtful debts
- Equity shares
- Capital receipt

★ UNIT V: Reporting, Analysis & Contemporary Trends

Long Answer / Practical Questions

1. Explain **regulatory reporting requirements and disclosure norms**.
2. Prepare a **Bank Reconciliation Statement** and explain reasons for differences.

3. Explain the **cash flow statement** and its classification into operating, investing, and financing activities.
4. Explain **ratio analysis** and discuss liquidity, profitability, and solvency ratios.
5. Explain **computerized accounting** and **Accounting Information Systems (AIS)**.

Short Notes

- Disclosure norms
- Operating cash flow
- Current ratio
- Profitability ratios
- AIS