QP CODE: 24150446

24150446

Reg No : .....

Name : .....

B.COM DEGREE (CBCS) PRIVATE (REGULAR/IMPROVEMENT/REAPPEARANCE) EXAMINATIONS, MAY 2024

First Semester

B.COM

CORE COURSE II - CO1CRT02 - FINANCIAL ACCOUNTING I.

2017 ADMISSION ONWARDS

2B19DBB5

Time: 3 Hours Max. Marks : 80

Instructions: This question paper contains two sections. Answer section I questions in the answer book provided. Section II Internal examination questions must be answered in the question paper itself. Follow the detailed instructions given under section II.

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define GAAP.
2. Distinguish between capital receipts and revenue receipts.
3. Give the adjusting entry for managers commission?
4. Prepare a balance sheet from the following

Particulars	Amount	Particulars	Amount
Accounts receivable	4,40,000	Accounts Payable	8,86,000
Building	12,50,000	Drawings	1,25,000
Cash in Hand	6,000	Cash at bank	5,05,000
Capital	30,25,000	Net Loss	75,000
Machinery	13,10,000	Closing Stock	2,00,000

5. State the methods of calculation of profit from incomplete records.
6. What is total debtors account and mention major items in total debtors account?
7. Find the value of cost of goods sold; Sales - Rs. 9,00,000 rate of gross profit on cost 20%.
8. Give journal entries in the books of leseee when a)royalty is Rs. 2000 and minimum rent is Rs. 3000 b)When the royalty is 3000 and minimum rent is Rs. 2000

9. Who are Delcredere Agents?

10. A consigned 100 bales of cloth to B at Rs. 10,000 per bale. A incurred the following expenses.
Packing and forwarding charges Rs. 1,000; Insurance in transit Rs. 4,000.
B received the consignment and sold 80 bales at Rs. 16,000 per bale. They incurred the following expenses. Freight and Cartage Rs, 6,000 ; Insurance of godown Rs. 800; Salesman's salary Rs. 3,200.
Ascertain the value of consignment stock.
A consigned goods costing Rs. 50,000 to B whose recurring and non recurring expenses on the same amounted to Rs. 5,000 and Rs. 2,000 respectively.B sold 3/4th of the goods for Rs.35,000. Ascertain the value of unsold stock.

11. A consigned 200 tonnes of coal to B at Rs.300 per tonne. Freight and insurance paid by consignor amounted to Rs. 4,000. Loss due to loading and unloading of coal is estimated at 5 tonnes. 76 tonnes coal is sold at Rs. 800. Ascertain the value of unsold stock.

12. How do you treat wages paid in kind given as an adjustment while preparing final accounts of a farm?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Explain the accounting conventions.

14. From the following balances taken from the books of Essar co. prepare trading account and profit and loss of a trader for the year ending 31st March 2018

Particulars	Amount	Particulars	Amount
General Expenses	1,200	Salaries	84,000
Rent paid	24,000	Discount allowed	10,400
Electric Charges	13,500	Stock (1/04/2017)	2,22,000
Carriage Inward	1,700	Discount Received	13,000
Returns Inward	7,000	Sales	2,97,000
Returns Outward	3,000	Purchases	1,03,000
Wages	80,800	Stock (31/03/2018)	2,45,000

15. Tim had Rs.3,00,000 in bank on 1st January,2008 when he started his business. He closed his accounts on 31st march, 2009. His single entry books (in which he did not maintain any accounts for the bank) showed his position as follows:

Particulars	31-3-2008 (in Rs)	31-3-2009 (in Rs)
Cash in hand	2,000	3,000

Stock in trade	19,000	29,000
Debtors	1,000	2,000
Creditors	5,000	3,000

On 1st February,2008 he began drawing Rs. 800 per month for his personal expenses from the cash box of the business.

His account in the bank had following entries:

Date	Deposits	Withdrawals
1-1-2008	3,00,000	-
1-1-2008 - 31-3-2008		2,23,000
1-4-2008 - 31-3-2009	2,30,000	2,70,000

The above withdrawals included in payments y cheque of Rs. 2,00,000 and Rs.60,000 respectively during the periods from 1st January 2008 to 31st march 2008 and 1st april2008 to 31st march 2009 for the purchase of machinery for the business and the deposits after 1st January 2008 consisted wholly the sale price received from customers by cheque.

Draw up the statement of affairs on 31st March 2008 ad 31st March 2009 respectively and work out the profit or loss for the year ended 31st march 2008. And also work out the profit or loss for the three months 1/1/2008-31/3/2008.

16. Calculate total sales from the following information: (in Rs.) Bills receivable on 1st January, 2011 7,800 Debtors on Ist January, 2011 30,800 Cash received on maturity of bills receivable during the month 20,900 Cash received from debtors 70,000 Bad debts written off 4,800 Returns inwards 8,700 Bills receivable dishonoured 1,800 Bills receivable on 31st January, 2011 6,000 Debtors on 31st January, 2011 25,500 Cash sales during the month 15,900

17. Describe the term recoupment of short working. Write the journal entries in the books of lessee on recoupment.

18. Prepare analysis table from the following:Royalty payable Rs. 6 per tone, Minimum rent 40,000, Right of recoupment of short working- first three years, Output during first three years -5000, 6000, 8000 tones respectively.

19. What are the journal entries in the books of Consignor?

20. Mr. Tejpal of Bombay sent 100 TV Sets to Mr Madhupal of Hyderabad on consignment basis. The cost price of each set is Rs 5,000. Tejpal paid Rs 100 for cartage, Rs 1,500 for Railway freight and Rs 400 for insurance premium.

    He drew a bill payable after two months for Rs 50,000 which was accepted by Madhupal, by way of advance remittance against the consignment. He then discounted the bill for Rs 49,900.

    Madhupal paid Rs 600 as godown rent and Rs 400 as sundry expenses. He sold 90 sets

@ Rs 5,400 per set. But he could not realize the sale proceeds of 5 sets from the customer.

He was entitled to receive 4% ordinary commission and 1% del-credere commission. The net amount due from Madhupal was received in time.

Prepare the consignment account and Madhupal account in the books of Tejpal.

21. From the following information prepare "Crop Account" to find out the profit made by the crop division of the farm.

Particulars	Rs.	Rs.
Opening stock		
Wheat	2,600	
Seed	600	
Fertilizers	400	
		3600
Purchases:		
Seed	400	
Fertilizers	600	
		1000
Wages paid in cash		3,500
Wages paid in kind by giving wheat		2,500
Sale of Wheat		25,400
Wheat consumed by the proprietor		600
Wheat consumed by the live stock division		2,400
Depreciation on farm machinery		1,000
Closing stock:		
Wheat	2000	
Seed	400	
Fertilizers	600	
		3000

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. From the following Trial Balance of Gokul prepare trading and profit and loss account and Balance Sheet as on 31st December 2017.

Particulars	Debit	Credit
Capital		27000
Drawings	4000	
Furniture	5960	

Receipts	Amount (in Rs.)	Payments	Amount (in Rs.)
Balance 1/1/2016	4,300	Salaries	5,000
Sales	66,000	Wages	4,500
Debtors	48,000	Purchases	43,500
Bills receivables	16,700	Creditors	28,000
		Drawings	2,500
		Office expenses	12,800
		Bills payables	6,600
		Investment in shares	22,000
		Balance on 31/12/2016	10,100
	1,35,000		1,35,000

Discount allowed to debtors is Rs.2,200, discount allowed by creditors is Rs.2,300. bad debts written off is Rs.300. Provision for doubtful debts is at 5%. Depreciation at 10 % on furniture, interest accrued on investment amounted to 2,200. Prepare profit and loss account and balance sheet for 2016.

24. MN Collories company limited took from M/S Bihari Bros a lease of a coal field for a perioc of 25 years from 1st April on a royalty of Rs 25/ tone of coal extracted with a dead rent of Rs 2,20,000 a year with power to recoup short workings during the first 5 years of lease. The output for the first five years was as follows

Year	output
2008	2000
2009	3600
2010	9000
2011	15000
2012	20000

1. Pass journal entries for all transactions in the books of MN Calories for the first five years
2. Suppose the output for the year ended31st March 2012 was 14000 tons only what would be the journal entries

25. M Ltd. Chennai, forwarded on 1 st June 2018- 50 mopeds to Mr Savy & Co., of Mumbai to be sold on its behalf. The cost of one moped was Rs.1,600, but the invpice price was Rs. 2,000. M Ltd insured Rs. 10,0000 on freight and insurance. The consignment was received by Mr Savy & Co. on 10 th June 2018. He also sent abank draft for Rs.75,000 as advance against consignment Mr Savy & Co. also incurred Rs.600 on godown rent and

stating that he had sold 45 mopeds at a proce of Rs.2,150 each.He is also entititled to a commission of 5% on gross sales.

Pass journal entries to record the above transactions in the books of M Ltd. and Mr Savy & Co., assuming that the balance due by Mr Savy & Co. is sent by bank draft on 31st August.

(2×15=30