

Exam. Code : 121101

Subject Code : 102630

B.Com. (Hons.) 1st Semester (Batch 2024-28) (CBGS)

FINANCIAL ACCOUNTING

Paper : BCO01005T

Time Allowed—3 Hours] [Maximum Marks—100

Note :—Attempt **FIVE** questions in all, selecting at least **ONE** question from each section. The fifth question may be attempted from any section. All questions carry equal marks.

SECTION—A

1. Journalize the following transactions in the books of Sh. Pankaj :

Jan. 1. Goods purchased from Mamta of Delhi for Rs. 40,000 less 10% trade discount paid IGST @ 12%.

Jan. 3. Above goods sold to Jaya of Surat at original price less 3% trade discount charged IGST @ 12%.

Jan. 5. 1/4th of the total goods returned by Jaya at original price plus IGST @ 12%.

- Jan. 7. Goods received back from Jaya returned to Mamta.
- Jan. 9. Purchased postcards Rs. 100, envelopes Rs. 200.
- Jan. 11. Received interest on loan Rs. 250 from Mohan, the debtor.
- Jan. 13. Paid Sweeper's salary 3,300.
- Jan. 14. Furniture costing Rs. 5,000 purchased by paying IGST @ 12%.
- Jan. 15. Sold furniture to M/s Gopalsons at the List Price of Rs. 70,000 and allowed him 5% trade discount and charged IGST @ 12%.
We deal in furniture.
- Jan. 17. Paid salary by cheque Rs. 15,000.
- Jan. 18. Sold goods to Lalu Yadav of the list price of Rs. 24,000 allowed trade discount @ 10% charged IGST @ 12%. Lalu Yadav cleared the account by paying cheque immediately.
- Jan. 19. Supplied goods costing Rs. 4,000 to Ramesh at 20% above the cost price and allowed 10% trade discount charged IGST @ 12%.

- Jan. 20. Paid cash to Mrs. Narayanan on behalf of Mr. Narayanan Rs. 1,050.
- Jan. 22. Received an order from Ritu for supply of goods for 60,000 and received Rs. 25,000 as an advance.
- Jan. 23. Sh. Pankaj paid his Life insurance premium amounting to RS. 13,000.
- Jan. 24. Sh. Pankaj paid Income Tax of Rs. 50,000.
- Jan. 25. Rent outstanding amounted to Rs. 4,200.
- Jan. 27. Paid for advertising by cheque Rs. 4000 plus CGST and SGST @ 6% each.
- Jan. 28. Paid carriage on goods sold to Arijit Jalandhar chargeable to his account Rs. 150.
- Jan. 30. Personal car sold for Rs. 4,00,000 and introduced this amount into her already existing business.
2. Discuss the concept of Accounting. Give their implications.

SECTION—B

3. The following Trial Balance of Rao as at March 31, 2019 and adjustments given thereunder. Prepare his Final Accounts :

Particulars	Debit (Rs.)
Drawings	6,000
Plant and Machinery (1.4.2018)	20,000
Plant added on 30.9.2018	5,000
Stock	15,000
Purchases	82,000
Returns Inwards	2,000
Debtors	20,600
Furniture and Fixtures	5,000
Freight and Duty	2,000
Carriage Outwards	500
Rent, Rates and Taxes	4,600
Printing and Stationery	800
Trade Expenses	400
Postage and Telegrams	800
Insurance	700
Salaries and Wages	21,300
Cash	20,500
Bank	6,200
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	2,13,400

Particulars	Credit (Rs.)
Capital	80,000
Sundry Creditors	10,000
Sales	1,20,000
Returns Outwards	1,000
Provision for Doubtful Debts	400
Discount	800
Rent (Premises sublet for one year upto September 30,2019)	1,200
	2,13,400

Adjustments :

- (i) Closing Stock Rs. 14,600.
 - (ii) Rs. 600 to be written off as bad.
 - (iii) Provision for Doubtful Debts to be maintained @ 5%.
 - (iv) Provision for discount on debtors and creditors @ 2%.
 - (v) Depreciate furniture and fixture and Plant and Machinery @ 5% p.a. and 20% p.a. respectively.
 - (vi) Prepaid Insurance Rs. 100.
 - (vii) Stock of the value Rs. 5,000 was destroyed in March and insurance company had admitted the claim of Rs. 3,000.
4. What is Voyage in Progress ? How is it calculated ? Illustrate your answer.

SECTION—C

5. Mr. A and Mr. B entered into a joint venture to purchase and sell crackers during Diwali season. Profit or losses were to be shared equally between Mr. A and Mr. B. Mr. A was to purchase crackers from Sivakasi and sent them to Mr. B of Mumbai who would sell them. On 1st August, 2016 Mr. A purchased crackers worth Rs. 1,00,000 and incurred the following expenses in sending them to Mr. B :

(1) Forwarding charges Rs. 6,000

(2) Insurance charges Rs. 2,000.

He immediately drew upon Mr. B Rs. 1,00,000 for 3 months. The acceptance was discounted at 18% p.a. Mr. B paid the following expenses :

(i) Cartage charges Rs. 3,000.

(ii) Commission to agent Rs. 5,000.

(iii) Rental charges Rs. 4,000.

The crackers were disposed of for Rs. 2,00,000. He forwarded a cheque to Mr. A for the amount due on 31st October 2016. You are required to prepare the following accounts :

(1) Memorandum Joint Venture Account

(2) Mr. B in Joint Venture A/c on the books of Mr. A.

(3) Mr. A in Joint Venture A/c in the books of Mr. B.

6. What are Consignment Accounts ? Explain accounting treatment of consignment transactions in the books of consignor and consignee.

SECTION—D

7. On the basis of the following trial balance and additional information provided to you there, prepare Departmental Trading Account and General Profit & Loss Account for the year ended 31st March 2016 and Balance Sheet as at the date :

Trial Balance as at 31st March 2016

	Dr. (Rs.)	Cr. (Rs.)
Capital Account		3,00,000
Land and Building	2,25,000	
Furniture	35,000	
Opening Stock :		
Department A	1,20,000	
Department B	2,40,000	
Purchases :		
Department A	12,00,000	
Department B	17,00,000	
Sales :		
Department A		20,00,000
Department B		32,00,000
General Expenses	14,00,000	
Debtors	2,10,000	
Creditors		1,00,000
Drawings	2,80,000	
Bank	1,90,000	
	56,00,000	56,00,000

Additional Information :

- (i) Closing Stock of Department A is Rs. 1,30,000 which includes goods purchased from Department B and invoiced at Rs. 50,000. Department B transfers goods to Department A at cost plus 25%.
 - (ii) Closing Stock of Department B is Rs. 2,60,000 which includes goods purchased by Department A at an invoice price of Rs. 1,08,000 which is arrived at by Department A by adding 20% to the cost of the goods.
 - (iii) Sales of Department A and Department B include goods transferred to the other department at Rs. 2,00,000 and Rs. 3,00,000 respectively.
 - (iv) Depreciation is to be provided on land and building @ 5% p.a. and on furniture @ 10% p.a.
8. What is the objective of Branch Accounting ? Explain Debtor's system and Stock and Debtors System of keeping books of dependent branches.