

Bachelor of Commerce (B.Com.) Semester-III Examination

FINANCIAL ACCOUNTING—II

Compulsory Paper—1

Time : Three Hours]

[Maximum Marks : 80

N.B. :— (1) **ALL** questions are compulsory.

(2) All questions carry equal marks.

1. (a) Explain difference between consignment and sale. 8
- (b) Saket consigned 2000 mobiles at a cost of Rs. 1,600 each to Sharad. Saket paid freight and insurance charges of Rs. 4,000 of the above 500 mobiles were destroyed by fire during transit. Sharad cleared the balance of 1,500 mobiles and sold 1,000 mobiles at an average price of Rs. 2,000 each. Sharad incurred the following expenses :

| | |
|------------------|------------|
| Godown Rent | Rs. 10,000 |
| Insurance | Rs. 6,000 |
| Clearing Charges | Rs. 9,000 |

Insurance claim received against fire Rs. 8,00,000 after admitting the salvage value of stock destroyed by fire at Rs. 20,000. Sharad was entitled to a commission of 10% on sale proceeds. Sharad sends the balance to Saket after adjusting his commission and expenses out of the sale proceeds.

Find out the amount of closing stock and abnormal loss. 8

OR

- (c) Raj Co. consigned to Naresh of Pune 500 mobile phones costing Rs. 750 each. They paid Freight Rs. 3,500, Insurance Rs. 1,000 and Sundry Expenses Rs. 500. Naresh took delivery of the goods by paying clearing charges Rs. 800 and carriage Rs. 500.

Raj & Co. drew a three months bill for Rs. 1,50,000 which they discounted at 10% p.a.

Naresh sold 300 phones at Rs. 900 each and the balance at Rs. 850 each. Naresh is entitled to a commission at 5% on sale proceeds. Naresh forwarded demand draft for the balance due.

Give Journal Entries and prepare Consignment A/c, Consignee A/c and Goods sent on Consignment A/c in the books of Raj Co. 16

2. (a) Write a note on “Goods in transit” and “Cash in transit”. 8
- (b) Pankaj and Co. Pune has a Branch at Nagpur. The goods are supplied to branch by head office on cost price. All expenses are paid from head office. From the following particulars for the year ended 31st March, 2018, prepare Nagpur Branch account and Trading and Profit & Loss A/c :

| Particulars | Rs. |
|---------------------------------------|--------------|
| Branch Stock (1-4-2017) | 1,00,000 |
| Branch Petty Cash (1-4-2017) | 1,200 |
| Goods Sent to Branch | 2,37,500 |
| Goods Return by Branch | 30,000 |
| Cash Sales of Branch | 3,70,000 |
| Cheques sent to Branch for Expenses : | |
| Salaries | 22,500 |
| Rent and Taxes | 17,500 |
| Insurance Premium | 2,500 |
| Advertisement | <u>4,500</u> |
| Closing Stock (31-3-2018) | 60,000 |
| Branch Petty Cash (31-3-2018) | 500 |

8

OR

- (c) ‘A’ Co. Ltd. with its Head Office has a branch of Nagpur obtain supplies partly from outside supplies. The Branch keeps a separate set of books. On 31st March 2018 following balance were interacted :

| Particulars | Head Office | | Branch Office | |
|--------------------------|--------------------|------------|----------------------|------------|
| | Dr. | Cr. | Dr. | Cr. |
| Share Capital | — | 1,00,000 | — | — |
| Fixed Assets Branch | — | — | 30,000 | — |
| Head Office Fixed Assets | 60,000 | — | — | — |
| Debtors | 15,000 | — | 4,000 | — |
| Creditors | — | 3,000 | — | 2,500 |
| Purchase | 80,000 | — | 10,000 | — |
| Sales | — | 1,10,000 | — | 35,000 |

| Particulars | Head Office | | Branch Office | |
|----------------------|-------------|--------|---------------|--------|
| | Dr. | Cr. | Dr. | Cr. |
| Goods sent to Branch | — | 30,000 | 28,000 | — |
| Head Office A/c | — | — | — | 15,000 |
| Branch A/c | 18,000 | — | — | — |
| Other Expenses | 30,000 | — | 7,500 | — |
| Cash at Bank | 10,000 | — | 3,000 | — |

Adjustment :

(1) Stock on 31st March 2018 : H.O. Rs. 8,100 Branch Rs. 11,400.

(2) Fixed Assets are to be depreciated at 10% .

Prepare Trading and Profit & Loss A/c and Balance Sheet in the Books of 'A' Co. Ltd.

16

3. (a) What do you mean by share capital ? Explain its various types. 8
- (b) X Ltd. invited applications for 1,00,000 shares of Rs. 10 each at a discount of 6% payable as per following ;

On Application Rs. 2.50

On Allotment Rs. 3.40 (after deducting discount)

On First & Final Call Rs. 3.50

The applications were received for 90,000 shares and all these were accepted. All money due was received except the first and final call on 1,000 shares. These were forfeited by the directors.

Pass the journal entries in the Books of 'X' Ltd.

8

OR

- (c) Tata Co. Ltd. issued for public subscription 3,00,000 equity shares of Rs. 10 each at Rs. 2 per share on Application, Rs. 3 on Allotment and the balance in two calls of equal amount. Applications were received for 4,50,000 shares. The shares were allotted pro-rata to the applicants for 3,60,000 shares. The remaining application being rejected. Money over paid on application was utilised towards sums due on allotment. All money due were received except that a shareholder named Bhola to whom 15,000 shares were allotted. Failed to pay both the call. These shares were forfeited and subsequently re-issued to Nitin at Rs. 11 per share as fully paid.

Show Journal Entries in the Books of Company.

16

4. (a) Explain 'Interim Dividend' and 'Final Dividend' on Equity Share and Preference Share. 8
- (b) Prepare Profit & Loss Account and P & L Appropriation A/c of Mohan Co. Ltd. for the year ended 31st March 2018 :

| Particulars | Rs. |
|---------------------------------|----------|
| Salary | 70,000 |
| Stationery Exp. | 16,000 |
| Bonus to Staff | 22,000 |
| Discount (Dr.) | 9,000 |
| Rent | 16,000 |
| Discount (Cr.) | 6,000 |
| Bad Debts | 7,000 |
| General Expenses | 16,000 |
| Insurance | 18,000 |
| Interest paid on Debenture | 4,000 |
| Share Capital | 9,00,000 |
| Income Tax Paid | 8,000 |
| Audit Fees | 2,000 |
| Directors Fees | 20,000 |
| Preliminary Expenses | 4,000 |
| Trading Account Balance | 5,60,000 |
| Profit & Loss A/c (Cr. Balance) | 8,000 |

Additional Information :

- (1) Proposed Dividend 9% on Share Capital.
- (2) Transfer to Dividend Equilisation Fund 3% of the Net Profit.
- (3) Transfer to General Reserve of Rs. 40,000.
- (4) Outstanding Salary of Rs. 2,000 and Prepaid Insurance of Rs. 2,500. 8

OR

- (c) The Big B Company Ltd. was registered with an authorised capital of Rs. 3,00,000 in equity shares of Rs. 10 each. The balances on 31-3-2019 were as per following :

| | Rs. |
|------------------------------------|-----------|
| Call-in-arrears | 37,500 |
| Building | 15,00,000 |
| Plant & Machinery | 16,50,000 |
| Interim Dividend Paid on 1-11-2018 | 1,96,250 |

| | Rs. |
|------------------------------------|------------|
| Stock on 1-4-2018 | 3,75,000 |
| Furniture | 36,000 |
| Debtors | 4,35,000 |
| Goodwill | 1,25,000 |
| Cash in Hand | 3,750 |
| Bank Balance | 1,99,500 |
| Purchases | 9,25,000 |
| Preliminary Expenses | 20,000 |
| Direct Wages | 4,19,325 |
| Return Inwards | 20,000 |
| General Expenses | 34,175 |
| Freight and Carriage | 65,575 |
| Indirect Wages | 72,500 |
| Director's Fees | 28,625 |
| Bad Debts | 10,550 |
| Interest Paid on Debentures | 90,000 |
| Share Capital (Each Rs. 10) | 20,00,000 |
| 12% Debentures | 15,00,000 |
| Profit & Loss Account (Cr.) | 1,31,250 |
| Bills Payable | 1,85,000 |
| Creditors | 2,00,000 |
| Sales | 20,75,000 |
| General Reserve | 1,20,000 |
| Provision for Bad Debts (1-4-2018) | 17,500 |
| Return Outwards | 15,000 |

Prepare Trading and Profit & Loss Account, Appropriation A/c and Balance Sheet after considering following adjustments :

- (1) Depreciate Plant & Machinery by 15%.
- (2) Write Off Rs. 2,500 from Preliminary Expenses.
- (3) Provide for half year debenture interest due.
- (4) Make a provision for Bad and Doubtful Debts @ 5% on Debtors.
- (5) Provide for Income Tax @ 50%.
- (6) Stock on 31-3-2019 was at Rs. 4,74,000.

16

5. (a) 200 cycles costing Rs. 3,000 each were consigned to the agent at Kanpur. Expenses incurred on sending them were Rs. 8,000. On the way to cycles were damaged due to bad handling and insurance claim of Rs. 21,310 was accepted. The consignee took delivery of the rest and incurred direct expenses of Rs. 3,000 and indirect expenses of Rs. 2,000. He sold 175 cycles at Rs. 3,800 per cycle.

Calculate Abnormal loss.

4

- (b) Prepare Branch Debtors Account and find out Opening Balance of it.

Total Sale Rs. 1,04,654, Cash sale Rs. 27,598, Return inwards Rs. 3,000, Return by Branch to H.O. Rs. 464, Cash discount to customers Rs. 344, Recoveries from debtors Rs. 36,000, Bad debts written off Rs. 656 and Debtors Closing Balance at the end of the year was Rs. 40,000.

4

- (c) A company issued 50,000 shares of Rs. 10 each at Rs. 12 per share payable as follows :

Rs. 5 on Application (including premium)

Rs. 4 on Allotment

Rs. 3 on First and Final Call

Application for 70,000 shares has been received of the cash received Rs. 40,000 was returned and Rs. 60,000 was utilised towards the amount due on Allotment.

Pass Journal Entries to Record Transaction of Application.

4

- (d) From the following, prepare Trading A/c of 'T' Ltd. for the year ending on 31-3-2019 :

| | Rs. | | Rs. |
|------------------------|----------|-----------------------|----------|
| Opening Stock | 60,000 | Wages | 50,000 |
| Purchases | 2,40,000 | Directors Fees | 15,000 |
| Sales | 3,80,000 | Printing & Stationery | 12,000 |
| Purchase Returns | 10,000 | Building | 80,000 |
| Sales Returns | 20,000 | Bad Debts | 10,000 |
| Interest on Investment | 12,000 | Machinery | 2,00,000 |
| Royalty | 20,000 | Insurance | 25,000 |
| Carriage Inwards | 10,000 | General Reserve | 40,000 |
| | | Freight | 15,000 |

Additional Information :

(1) Closing Stock Rs. 1,20,000

(2) Charge Depreciation 10% on Building, and

(3) Transfer Rs. 20,000 to Reserve Fund.

4

Bachelor of Commerce (B.Com.) Semester-III Examination

FINANCIAL ACCOUNTING—II

Compulsory Paper—1

Time : Three Hours]

[Maximum Marks : 80

N.B. :— (1) **ALL** questions are compulsory.

(2) All questions carry equal marks.

(मराठी माध्यम)

- | | |
|--|--------|
| 1. (अ) प्रेषण आणि विक्री मधील अंतर स्पष्ट करा. | 8 |
| (ब) इंग्रजी माध्यमानुसार. | 8 |
| किंवा | |
| (क) इंग्रजी माध्यमानुसार. | 16 |
| 2. (अ) मार्गस्थ वस्तू व मार्गस्थ रोक वर टिप लिहा. | 8 |
| (ब) इंग्रजी माध्यमानुसार. | 8 |
| किंवा | |
| (क) इंग्रजी माध्यमानुसार. | 16 |
| 3. (अ) अंश पूंजी (भाग भांडवल) म्हणजे काय ? त्याचे विविध प्रकार स्पष्ट करा. | 8 |
| (ब) इंग्रजी माध्यमानुसार. | 8 |
| किंवा | |
| (क) इंग्रजी माध्यमानुसार. | 16 |
| 4. (अ) समता अंश आणि पूर्वाधिकार अंशावरील (अ) मध्य लाभांश, (ब) अंतीम लाभांश स्पष्ट करा. | 8 |
| (ब) इंग्रजी माध्यमानुसार. | 8 |
| किंवा | |
| (क) इंग्रजी माध्यमानुसार. | 16 |
| 5. (अ), (ब), (क) आणि (ड) सर्व इंग्रजी माध्यमानुसार. | 4×4=16 |

Bachelor of Commerce (B.Com.) Semester-III Examination

FINANCIAL ACCOUNTING—II

Compulsory Paper—1

Time : Three Hours]

[Maximum Marks : 80

N.B. :— (1) **ALL** questions are compulsory.

(2) All questions carry equal marks.

(हिन्दी माध्यम)

- | | |
|---|--------|
| 1. (अ) प्रेषण एवं बिक्री के मध्य अंतर स्पष्ट कीजिये। | 8 |
| (ब) अंग्रेजी माध्यम के अनुसार। | 8 |
| अथवा | |
| (क) अंग्रेजी माध्यम के अनुसार। | 16 |
| 2. (अ) मार्गस्थ वस्तु तथा मार्गस्थ रोक पर टिप्पणी लिखिये। | 8 |
| (ब) अंग्रेजी माध्यम के अनुसार। | 8 |
| अथवा | |
| (क) अंग्रेजी माध्यम के अनुसार। | 16 |
| 3. (अ) अंश पूंजी का अर्थ स्पष्ट कीजिये तथा अंश पूंजी के विभिन्न प्रकार लिखिये। | 8 |
| (ब) अंग्रेजी माध्यम के अनुसार। | 8 |
| अथवा | |
| (क) अंग्रेजी माध्यम के अनुसार। | 16 |
| 4. (अ) समता अंश तथा पूर्वाधिकार अंश पर (अ) मध्य लाभांश, (ब) अंतिम लाभांश स्पष्ट कीजिये। | 8 |
| (ब) अंग्रेजी माध्यम के अनुसार। | 8 |
| अथवा | |
| (क) अंग्रेजी माध्यम के अनुसार। | 16 |
| 5. (अ), (ब), (क) तथा (ड) सभी अंग्रेजी माध्यम के अनुसार। | 4×4=16 |