

SARASWAT VIDYALAYA'S
SRIDORA CACULO COLLEGE OF COMMERCE & MANAGEMENT STUDIES
KHORLIM, MAPUSA-GOA.

F.Y.B.COM SECOND SEMESTER END EXAMINATION APRIL, 2018

W.E.F - 2013-14 (NEW SYLLABUS)

DURATION:-2 Hours

FINANCIAL ACCOUNTING

MAX MARKS:-80

Instructions: 1. Question No. 1 is compulsory

2. Answer **ANY THREE** from Question No. 2 to Question No. 6

3. Figures to the **right** indicate **full marks**

Q.1) Amar, Akbar and Raj are in partnership sharing profits & losses in the ratio of 3 : 2 : 1. They decided to dissolve the firm with effect from 1st January 2017 when the firms balance sheet stood as follows:

Balance Sheet
As on 31st December 2016

Liabilities		Amount(₹)	Assets	Amount(₹)
Capitals:			Land & Building	95,000
Amar	69,000		Plant & Machinery	45,000
Akbar	40,000		Furniture	20,000
Raj	<u>25,000</u>	1,34,000	Stock	30,000
Sundry creditors		90,000	Debtors	50,000
Bank overdraft		<u>30,000</u>	Cash in hand	<u>14,000</u>
		<u>2,54,000</u>		<u>2,54,000</u>

The assets are realized gradually as follows:

Ist Installment ₹ 65,000

IInd Installment ₹ 52,000

IIIrd Installment ₹ 70,000

The realization expenses were ₹ 10,000

Prepare

1. The statement showing surplus or excess capital
2. The statement of distribution of cash.

(20)

Q.2) The following records of receipt and issues of material in factory for May 2017, you are required to Prepare store ledger for the month of May 2017 using

- a) Last In First Out Method b) Weighted Average Method

01/05/2017	Opening Balance	1000 Units @ ₹ 20
04/05/2017	Issues	400 Units
06/05/2017	Receipts	1200 Units @ ₹ 14

08/05/2017	Issues	1000 Units
10/05/2017	Receipts	1600 Units @ ₹10
12/05/2017	Issues	800 Units
17/05/2017	Receipts	400 Units @ ₹ 22
20/05/2017	Issues	200 Units
22/05/2017	Issues	1600 Units

(20)

Q.3) Ramlal Company Ltd., has a branch at Panjim. Goods are invoiced to branch at 20% profit on sale. Branch sends daily cash received to Head office. All expenses are paid by Head office except petty cash expenses which are met by the branch manager. From the following particulars prepare branch account in the books of Ramlal Company Ltd. And also show relevant items that will appear in balance sheet. The details of transactions for the year ended 31st March 2017 were as under

Particular	Amount(₹)
Stock as on 1/4/2016 (Invoice Price)	15,000
Sundry Debtors as on 1/4/2016	9,000
Petty Cash as on 1/4/2016	800
Office furniture as on 1/4/2016	8,000
Goods received by branch from head office (Invoice price)	90,000
Goods returned to head office (Invoice price)	2,000
Cash received from Debtors	32,000
Goods returned by Debtors	1,000
cash sales	52,000
Credit sales	30,000
Discount allowed to Debtors	600
Expenses paid by head office:	
Rent	1,500
Salary	3,000
Printing	600
	5,100

The petty expenses paid by branch manager ₹ 400. Depreciation is to be provided on branch furniture at 10% per annum. Stock on 31st March 2017 at invoice price ₹ 18,000.

(20)

Q.4) From the following Trial Balance, prepare Departmental Trading and Profit & Loss Account for the year ending 31st March 2017 and Balance Sheet as at that date.

Trial Balance as at 31st March 2017

Debit Balances	Amount(₹)	Credit Balances	Amount(₹)
Stock on 1/1/2013: Dept A	27,000	Sales: Dept A	80,800
Dept B	24,500	Dept B	71,250
Purchases: Dept A	45,400	Discount Received	650
Dept B	40,200	Sundry Creditors	18,600
Wages: Dept A	6,700	Capital	47,660
Dept B	1,200		
Rent, Rates & Taxes	9,390		
Sundry expenses	3,600		
Salaries	3,000		
Lighting & Heating	2,100		
Discount allowed	2,220		
Advertising	3,680		
Carriage Inward	2,340		
Furniture & Fittings	3,000		
Plant & Machinery	21,000		
Sundry Debtors	9,060		
Drawings	4,500		
Cash at Bank	9,900		
Cash in Hand	170		
	<u>2,18,960</u>		<u>2,18,960</u>

The following information is also provided:

1. Transfer of goods from Dept A to Dept B amounted to ₹ 420.
2. Advertising to be apportioned equally.
3. Rent, Rates & Taxes, Sundry Expenses, Lighting & Heating, Salaries and Carriage Inward are to be apportioned to Dept A & Dept B as 2 : 1.
4. Discounts are apportioned on the basis of Departmental Sales and Purchases (excluding transfer).
5. Depreciation at 10% p.a. on Furniture and on Plant & Machinery to apportioned to Dept A and Dept B as 2 : 1.
6. Stock on 31st March 2017: Dept A ₹ 13,740 and Dept B ₹ 12,050.

Q.5) (A) Explain the need of fire insurance to business.

(B) A fire occurred in the premises Sam traders on 15th June 2016. From the following particulars ascertain loss of stock and prepare a claim for insurance

Particular	Amount(₹)
Stock as on 1/1/2015	30,600
Purchases from 1/1/2015 to 31/12/2015	1,22,000
Sales from 1/1/2015 to 31/12/2015	1,80,000
Stock as on 31/12/2015	27,000
Purchases from 1/1/2016 to 14/06/2016	1,47,000
Sales from 1/1/2016 to 14/06/2016	1,50,000

The stocks were always valued at 90% of cost. The stock saved from fire worth ₹ 18,000. The amount of the policy was ₹ 63,000. There was an average clause in the policy.

(15)

Q.6) Write short notes on *any four*

(4 x 5 = 20)

- Average clause
- Distinguish between Branch and Department
- FIFO method
- Stock and Debtor system of branch accounting
- Simple average method