

SARASWAT VIDYALAYA'S
SRIDORA CACULO COLLEGE OF COMMERCE & MANAGEMENT STUDIES
T. Y. B.COM SIXTH SEMESTER END EXAMINATION (REPEAT),

NOVEMBER, 2022

W.E.F.-2019-20 (C.B.C.S.)

DSE 6- ACCOUNTING-I

Duration: 2 Hours

Maximum Marks: 80

Instructions:

1. Answer any four questions from the Six Questions given below.
2. Question No. 1 is compulsory.
3. All questions carry equal marks.
4. Figures to the right indicate full marks.

Q 1. Abhijit Ltd. from Assagao purchased a machinery from Microsoft Ltd., Margao on hire purchase basis on 01-01-2015. Down payment of Rs. 60,000 was made on signing the contract and the balance in three instalments of Rs. 50,000 each on 31st December every year. The cash price of the machinery was Rs. 1, 84,500. Interest was charged at 10% per annum.

Depreciation was provided @ 20% p.a. on WDV of the machine on 31st December every year. The Company closes its books of accounts on 31st December every year.

Prepare Machinery account, Microsoft Ltd. Account and Interest account for the year 2015, 2016 and 2017 in the books of Abhijit Ltd. (20)

Q2. The following balances as at 31-12-2017 have been extracted from the books of Shri Ram & Co. which has two departments:

Particulars	Dept A Rs.	Dept B Rs.
Opening Stock	25,000	20,000
Closing Stock	26,000	24,000
Purchases	2,30,000	1,90,000
Purchase Returns	2,000	1,000
Sales	6,33,000	4,92,000
Sales Returns	3,000	2,000
Wages	1,80,000	1,60,000
Miscellaneous expenses	35,000	32,000

Additional Information:

Sundry Debtors Rs. 1,90,000, Sundry Creditors Rs. 1,73,000, Capital Rs. 5,00,000
Plant & Machinery Rs. 2,40,000, Leaseholds Rs. 80,000, Furniture Rs. 48,000,
Building Rs.1,20,000, Cash in hand on 31-12 2017 Rs. 8,000, Office and selling
expenses Rs. 1,28,000, Cash at Bank on 31-12 2017 Rs. 1,10,000.

Plant & Machinery is to be depreciated by 10%, Building by 2%, Furniture by 5%,
Leaseholds are to be written off by Rs. 8,000.

All unallocated expenditure is to be apportioned in the ratio of the net sales of each
department.

You are required to prepare in columnar form, the Trading and Profit and Loss
Account for the year ended 31/12/2017 and Balance sheet as on that date. (20)

Q3. The head office of a company invoices goods to its Shillong Branch at cost, who also
purchases goods independently from local parties for which payments are made by the
head office. All the cash collected by the Branch is banked on the same day to the credit
of the head office and all expenses are directly paid by the head office except for a Petty
Cash Account maintained by the branch for which periodical transfers are made from
the head office. From the following details prepare the Branch account and
Memorandum Branch Debtors Account as maintained in the books of head office. (20)

Particulars	Rs.
Stock on 1-1-2018	36,000
Petty Cash on 1-1-2018	2,000
Debtors on 1-1-2018	25,000
Transfer from H.O. for petty cash expenses	2,500
Goods sent to Branch from H.O.	50,000
Cheques sent to branch for the following Branch expenses	
Salary	15,000
Printing & Stationery	3,000
Rent	12,000
Direct purchases	45,000
Goods returned to H.O.	1,500
Goods returned by branch debtors to branch	3,000

Credit sales	1,30,000
Cash sales	45,000
Collection from debtors	1,25,000
Closing stock on 31-12-2018	27,000
Petty Cash on 31-12-2018	1,850
Discount allowed	2000
Bad debts	1,000

Q 4. Essor Ltd. purchased a Machinery from Kane Bros. on instalment system on 1st January, 2018, payment being made Rs. 15,000 down and • 15,000 annually for three years.

The Cash price of machinery purchased was Rs. 52,300. Kane Bros. charged interest @10%p.a.

You are required to prepare the following ledger accounts in the books of Kane Bros.

1. Interest Suspense Account
2. Interest Account,
3. Essor Ltd. Account.

Show calculation of Interest in the working note. (20)

Q 5. On 1st January, 2017 goods costing Rs. 1,32,000 were invoiced by Madras head office to its new branch at Delhi and charged selling price to produce a gross profit of 25% on the selling price.

At the end of the year, the return from Delhi Branch showed that the credit sales were Rs. 1,50,000. Goods invoiced at Rs. 2,000 to Delhi branch have been returned to the Head office. The closing stock at Delhi branch was Rs. 24,000 at selling price. (20)

Record the above transactions in

1. Delhi Branch Stock Account
2. Goods sent to Delhi branch Account
3. Delhi Branch Debtors Account
4. Delhi Branch Adjustment Account

Q 6. Write short notes on any four of the following:

(20)

- a) Basis of apportionment of the following expenses in case of Departmental accounts:-Advertisement, Depreciation, Freight Inward, Carriage Outward and Staff welfare.
- b) List five points of difference between Hire purchase system and Instalment system
- c) Features of Instalment system.
- d) Inter departmental transfer of goods at profit.
- e) Objectives of Branch Accounting.

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