

**SV's SRIDORA CACULO COLLEGE OF COMMERCE & MANAGEMENT  
STUDIES**

**Telang Nagar, Khorlim, Mapusa-Goa.**

**B.COM FIRST SEMESTER END EXAMINATION NOVEMBER, 2022**

**W.E.F- 2017-18 (C.B.C.S)**

**Duration: 2 Hours**

**Max Marks: 80**

**Principles and Practices of Accounting**

**Instructions:**

1. Question no.1 is compulsory.
2. Attempt any three questions from Q.no.2 to Q.no.6.
3. Working notes should form part of your answer.
4. Use of non-scientific calculator is allowed.
5. Figures to right indicate full marks.

Q.1 From the following details of stores receipts and issues of materials in a manufacturing company, prepare the stores ledger account for the month March 2021 using LIFO method (20)

Date	Particulars
1 <sup>st</sup> March	Opening stock 200 tonnes @ of Rs.480 per tonne.
6 <sup>th</sup> March	Issued 140 tonnes.
7 <sup>th</sup> March	Purchased 350 tonnes @ of Rs.460 per tonne.
8 <sup>th</sup> March	Issued 30 tonnes.
9 <sup>th</sup> March	Issued 80 tonnes.
14 <sup>th</sup> March	Issued 210 tonnes.
17 <sup>th</sup> March	Purchased 200 tonnes @ of Rs.480 per tonne.
20 <sup>th</sup> March	Issued 280 tonnes.
25 <sup>th</sup> March	Purchased 350 tonnes @ of Rs.470 per tonne.
28 <sup>th</sup> March	Issued 250 tonnes.

Q.2. A. Define Accounting. Explain the Concepts in Accounting. (10)

B. Define Accounting Standard. Explain the procedure for setting Accounting Standards. (10)

Q.3. A. Saavni Company Ltd. had deferred research and development cost of Rs.150 lakhs. Sales expected in subsequent years are as under:

Year	Sales (in Lakhs)
1	400
2	300
3	200
4	100
Total	1000

You are required to suggest the amount of research and development to be charged to P&L Account. (05)

B. Explain measurement criteria for the elements of financial statements. (05)

C. Explain with the help of a chart accounting treatment for contingencies and events occurring after the Balance Sheet date. (10)

Q.4. A. Explain the qualitative characteristics of Financial Statements (10)

B. Explain the elements of financial statements. (10)

Q.5.A. From the following information related to staff, calculate the Net social benefits to staff: (10)

Particulars	Amount
Training Programme to the staff	25,000
Concessional Transport	10,000
Educational Facilities for children of staff	22,000
Subsidised canteen facilities	14,000
Overtime by the staff	20,500
Research Allowance	5000
Leave travel Concession	40,000
Medical Benefits	35,000
Extra work put in by staff due to drought	15,500

B. A company held shares in ABC Company which is bought for Rs.42,000 in 2010 when the general price index stood at Rs.105. At the end of 2020, the market price of the shares was Rs.36,000 and the price index was Rs.125. At the end of 2021, the market price of the shares was Rs.40,000 and the price index 130. Calculate the converted value of the shares at the end of 2020 and 2021. Also find out the actual profit/Loss in respect of the shares during the year 2020 and 2021. (10)

Q.6. Write short notes on *any Four* of the following. (20)

- Need for Environmental Accounting at Corporate Level.
- Classification of Accounts.
- Objectives of IFRS
- Objections against Human Resource Accounting
- Convention of 'Conservatism'
- Users of Accounting Information

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