SARASWAT EDUCATION SOCIETY'S
SRIDORA CACULO COLLEGE OF COMMERCE & MANAGEMENT STUDIES
KHORLIM, MAPUSA, GOA

B.Com. - General (NEP 20, w. e. f. 2023-24)

F.Y.B.COM. SEMESTER END ASSESSMENT, OCTOBER, 2026

THEORY – REGULAR ODD SEMESTER I EXAMINATION

Subject:- FINANCIAL ACCOUNTING – I (MAJOR-1 COM-100) Max. Marks:- 80
Credits: 04 Duration:- 2 HOURS

Instructions:

1. *All Questions are compulsory, however internal choice is available.*
2. *Figures to the right indicate full marks for respective question/sub question.*

Q.1. Answer the following questions **(8 x 2 =16)**

a) Describe any two objectives of accounting.
b) Dual aspect concept of Accounting.
c) Meaning of Single-Entry system.
d) Cum-interest and Ex-interest price.
e) Limitations of Single Entry system (any two).
f) Meaning of investment.
g) State the items that are categorized under the **'Cost of Materials Consumed'** in the Profit and Loss Account Statement as per revised Schedule III of the Companies Act 2013.
h) List out the following items in the respective head of Balance Sheet:
Provision for tax, Proposed Dividend, Trademark, Copyrights.

Q.2.A. On 1st April 2022, XYZ co. Ltd. purchased a lease for 3 years for Rs. 60,000/- It was decided to make the provision for replacement of the asset by means of sinking fund. The rate of interest is 5% p.a. A reference to the sinking fund table shows that the annual amount to be provided works out at Rs.18,000. At the end of the 3rd year, investments were sold for Rs.40,000. Prepare Lease A/c, Sinking Fund A/c, Sinking Fund Investment A/c. **(12)**

OR

Q.2.B. Telco Ltd. purchased a machinery for Rs. 20,000 on 1-1-2021. At the end of four years, it has to be replaced. For this purpose, an insurance policy is taken out by the company, the annual premium being Rs. 4,600 payable at the beginning of the year. At the end of the fourth year, the old machine was written off and new machinery was purchased. Prepare Machinery account, Depreciation Fund account and Depreciation Insurance Policy account for four years from 2021 to 2024. **(12)**

Q.2.C. Explain users of accounting information. **(04)**

Q.3.A. M/s. Kranti carries on a grocery business and keep her books on single entry basis. The following particulars have been extracted from her books:

Particulars	1st April 2025	31stMarch 2026
Plant & Machinery	24,000	24,000
Stock	23,000	20,500
Sundry debtors	8,000	25,500
Sundry creditors	12,500	10,000
Cash in Hand	400	800
Bank Balance	6,250	7,000 (OD)

The following is the cash book for the year ending 31st March 2026

Receipt	Amount	Payment	Amount
To Bal b/d	6,650	By Cash purchases	28,850
To Cash sales	31,250	By Sundry creditors	1,32,000
To Sundry debtors	1,60,000	By General expenses	21,450
		By Wages	15,000
		By Drawings	6,800
To Bal c/d	7,000	By Bal c/d	800
	2,04,900		**2,04,900**

Charge depreciation on plant and machinery @10% p.a and provide for doubtful debts at Rs. 500.

You are required to prepare Debtors a/c, Creditors a/c, Opening Statement of affairs a/c, Trading and Profit & loss A/c and prepare balance sheet as on 31st March 2026. **(12)**

Q3.B. From the following balances prepare Opening Statement of Affairs as on 1/4/2025. **(04)**

Particulars	1/4/2025	31/03/2026
Sundry debtors	11,200	8,200
Stock	12,750	16,800
Sundry creditor	12,410	9,870
Furniture	12,000	12,000
Machinery	17,500	20,250
Cash and bank	500	4,100

OR

Q.3.C. Difference between single entry system and double entry system of accounting. **(04)**

Q.4.A. Following is the list of extracted balances from the books of accounts of Kineco Ltd.

Particulars	Amount	Particulars	Amount
Opening Stock	1,80,000	Sales	5,00,000
Sales Return	50,000	Wages	40,000
Salaries	6,000	Office Rent Paid	6,000
Distribution Expenses	6,500	Advertising	3,750
Goodwill	25,000	Courier charges	1,000
Depreciation on Fixed Assets	1,000	Audit Fees	500
Provision for tax	65,000	Interest on Bank Loan	5,000
Purchases	1,20,000	Commission Received	2,500
Land & Building	50,000	Bad debts	500

Additional Information:

1. Closing Stock was valued at Rs.40,000.

You are required to prepare in the books of Kineco Ltd. ***Statement of Profit and Loss Account*** for the year ended 31st March 2026 as per the revised schedule III of the companies Act 2013. **(12)**

Q4.B. From the following information prepare the Note for 'Trade Receivables' as per revised Schedule III of Companies Act 2013 under Profit and Loss Statement.

Particulars	Amount (Rs)
Debtors	57,000
Bad debts	2,300
Reserve for Doubtful Debts	500
Unrecorded debtors	10,000

(04)

OR

Q.4.C. Explain conventions in accounting. **(04)**

Q.5.A. On 1st April 2020, Ratish Ltd. purchased Rs.2,00,000 6% Government stock (face Value Rs.100 each) at Rs.95 cum-interest.
On 1st July, the company sold Rs.1,00,000 of the stock @ 96 ex-interest.
On 1st October, sold Rs.70,000 of the stock at Rs.98 cum-interest.
Interest is payable on 30th June and 31st December every year.
Calculate accrued interest and cost for each transaction. Prepare Investment a/c. (12)

Q.5.B. On 1st April 2025, Kia Ltd purchased 2000, 12% debentures of Rs100 each at Rs 98 cum interest. Interest is payable half yearly on 30th June and 31st December. Accounts are closed on 31st December every year. Compute the cost of investment and accrued interest. **(04)**

OR

Q.5.C. Explain the concept of Bonus Shares and Right Shares. **(04)**

**********All the Best**********