

SET I
FYBCOM SEM II

ACCOUNTANCY & FINANCIAL MANAGEMENT

DURATION : 3 HOURS

MARKS : 100

NOTE : - ALL QUESTIONS ARE COMPULSORY CARRYING 20 MARKS EACH.

Q.No. 1. (A) Fill in the blanks choosing the correct alternative. (Any 10) (10)

1. If books are kept under single entry system, credit sales are ascertained by preparing –
 - a. Total Creditors Account
 - b. Total Debtors Account
 - c. Credit Sales account
 - d. Trading Account
2. Opening capital is ascertained by preparing –
 - a. Total Debtors Account
 - b. Total Creditors Account
 - c. Cash Account
 - d. Opening Statement of Affairs.
3. A proforma invoice is sent by
 - a. Consignee to Consignor
 - b. Consignor to Consignee
 - c. Debtors to Consignee
 - d. Debtors to Consignor
4. Commission will be shared by
 - a. Consignor to Consignee
 - b. only Consignee
 - c. Only consignor
 - d. Consumer
5. Branch account under stock and debtors system is a
 - a. Real Account
 - b. Nominal Account
 - c. Personal Account
 - d. Representative Personal Account
6. When Branch 'A' sends goods to Branch 'B' in the books of Branch 'A' debit is given to
 - a. Head Office A/c
 - b. Branch 'B' A/c
 - c. Sales Return A/c
 - d. Purchase Return A/c
7. To lodge claim for the loss of stock by fire, the value of _____ on the date of fire has to be estimated.
 - a. Opening Stock in trade
 - b. Closing stock in trade
 - c. Sales
 - d. Claim
8. If the rate of gross profit is 25% on cost it will be equal to
 - a. 20% on sales
 - b. 20% on cost
 - c. 1/3 on sales
 - d. 1/5 on cost
9. Sales Rs. 2,00,000, Purchases Rs. 1,30,000, Wages Rs. 18,000, Closing stock was Rs. 2,000 more than Opening Stock. What was the Gross Profit?
 - a. Rs. 54,000
 - b. Rs. 50,000
 - c. Rs. 72,000
 - d. Rs. 80,000

10. Cash received from debtors needed for the construction of cash account can be ascertained from –

- a. Total Debtors account
- b. Balance Sheet
- c. Analysis of cash book
- d. Pass book

11. In the books of consignor, the loss on consignment business will be charge to

- a. Consignee A/c
- b. General Trading A/c
- c. General P & L A/c
- d. Bank A/c

12. Stock reserve in relation to closing stock appears

- a. on the debit side of branch A/c
- b. on the credit side of Branch A/c
- c. on the debit side of P & L A/c
- d. on the credit side of P & L A/c

Q. No. 1 (B) State whether the following statements are True or False. (Any 10) (10)

1. For ascertaining Credit purchases, Sundry Debtors Account is prepared.
2. Bills receivable dishonored are credited to Bills Payable Account.
3. A statement of assets and liabilities as on a particular date with missing figures is called as Balance Sheet.
4. Profit/ Loss on consignment is belongs to the consignor.
5. Consignor is a person who consigns goods.
6. Invoice price is always higher than the cost.
7. Under Stock and Debtors Method, Branch Debtors Account is maintained.
8. Credit sales are debited to Branch Debtors Account under Stock and Debtors Account.
9. Loading on opening stock is credited to Branch Account under Debtors Method.
10. Fire Insurance covers death of human beings due to fire.
11. RBI governs insurance business in India.
12. Memorandum Trading Account is prepared to ascertain the amount of salvage.

Q. No. 2 (A) Following are given : (20)

1. Balance Sheet of A as on 1st Jan 2022

Liabilities	Amount	Assets	Amount
Bills Payable	800	Cash at bank	1,950
Creditors	1,800	Bills Receivable	750
Capital	10,100	Debtors	2,000

		Stock	3,000
		Plant & Machinery	2,000
		Land & Building	3,000
	12,700		12,700

2. Cash Book of the year 2022

Receipts	Amount	Payments	Amount
To Bal 1.1.2022	1,950	By Salaries	600
To Debtors	13,500	By wages	740
To Bills Receivable	4,500	By Bills payable	3,660
		By Creditors	7,350
		By Office Expenses	400
		By A's Drawings	1,500
		By Balance c/d	5,700
	19,950		19,950

3. Summary of other transactions during the year 2022.

Purchases Rs. 15,000. Discount allowed by creditors Rs. 50/-. Sales Rs. 19,000 Discount allowed to debtors Rs. 100 Bills receivable received during the year Rs. 4,550, Bill payable given during the year Rs. 7,750. Stock on 31.12.2022 Rs. 3,500.

Depreciate Plant & Machinery by Rs. 200 and Land & Building by Rs. 150. **Prepare Trading & Profit & Loss A/c and Balance Sheet for 2022.**

OR

Q.NO. 2 (B) You are given the following information from the books of Shri Ashwin who maintains his accounts on Single Entry system. (20)

Balance sheet as on 1st January 2021

Liabilities	Amount	Assets	Amount
Bank Loan	14,000	Cash in hand	2,000
Sundry creditors	50,000	Sundry Debtors	24,000
Capital	24,000	Stock in trade	28,000
		Plant & Machinery	16,000
		Buildings	18,000
	88,000		88,000

Cash transactions during the year 2021

Receipts	Amount	Payments	Amount
To bal b/d	2,000	By Bank loan repaid	10,000
To cash sales	16,000	By salaries	8,800
To sale of plant & m/c	6,000	By wages	2,800
To receipts from debtors	74,000	By Payment to creditors	80,000
To Loan from Desai	18,200	By office expenses	1,800

	By drawings	6,000
	By purchase of furniture	4,000
	By Bal c/d	2,800
		<hr/>
	1,16,200	1,16,200

Other transactions :- Total sales (including cash sales) RS. 1,24,000; Discount allowed to debtors Rs. 1,600; Total purchases Rs. 94,000; Discount allowed by creditors Rs. 1,400; Stock in trade on 31.12.2021 Rs. 42,000.

Prepare Trading A/c Profit & Loss A/c and Balance Sheet as on 31.12.2021 after making the provision for depreciation on Building at 2%.

Q. No. 3 (A) On 1st November, 2020 C of Calcutta sends goods costing Rs. 1,00,000 to D of Delhi on consignment basis. C paid Rs. 5,000 as railway freight and Rs. 2,000 as insurance. On 31st December, 2020 an Account Sales was received from D disclosing that the entire quantity of goods were sold for Rs. 1,50,000 – out of which, Rs. 30,000 was sold on credit. A customer who purchased goods for Rs. 5,000 failed to pay and the debt proved bad. All other debts were collected by D in full. As per agreement D is allowed a commission @ 10% on sales. D sends the amount due to C by a cheque.

Prepare necessary Ledger Account in the books of C – Consignment A/c, Consignee's A/c and Goods Sent on Consignment A/c. (20)

OR

Q. No. 3 (B) On 15th January, 2022 Jamshed & Co of Mumbai sent to Mukherjee Co. of Kolkata 400 bicycles at a invoice price of RS. 100 per bicycle to be sold on commission. Freight and insurance were Rs. 600 Account sale was received from consignee as follows :

15th March – 100 bicycles were sold @ Rs. 145 on which 5% commission and Rs. 375/- for expenses were deducted.

10th April – 150 bicycles were sold @ Rs. 140/- on which 5% commission and Rs. 290/- for expenses were deducted.

From the above information prepare Consignment A/c in the books of Jamshed & Co. and close it on 30th April, 2022 keeping in mind that no sales were made afterwards. Also show accounts in the books of Mukherjee & Co. (20)

Q. No. 4 (A) Hari is having his Head Office at Mumbai and Branch Office at Nasik. Prepare the Branch Account in the books of the Head Office from the following transactions with the branch.

(10)

Particulars	Amount	Particulars	Amounts
<u>Opening balance at Branch :</u>		<u>Amount remitted to the Branch for :</u>	
-Petty Cash	1,000	-Petty cash expenses	4,000
-stock	39,500	-Salary	12,000
-Debtors	21,000	-Rent	3,500
Goods supplied to Branch during the year	3,10,000	<u>Closing Balances at branch :</u>	
<u>Amount remitted by the Br.</u>		- Petty Cash	950
-Cash Sales	1,13,200	- Debtors	53,000
-Realisation from Debtors.	2,30,300	- Stock	26,500

Q. No. 4 (B)) X Ltd has a branch at Nasik to which goods are invoiced at cost plus 25%. The following information is supplied to you for 2021.

(10)

Particulars	Amounts	Particulars	Amount
Stock on 1.1.2021 (Invoice Price)	30,000	Cash received from Debtors	68,400
Debtors on 1.01.2001	20,000	Discount allowed to debtors	1,600
Petty cash on 1.01.2021	160	Cash remitted to branch for expenses	16,000
Goods sent to Branch (cost)	80,000	Petty cash at branch 31.12.2021	180
Sales – Cash	52,000	Stock on 31.12.2021 (invoice price)	24,000
Credit	72,000	Liabilities for Expenses on 31.12.2021	500

OR

Q. 4. (C) Free Fire Ltd. suffered loss of stock due to fire on 31st March 2023. From the following particulars calculate the claim to be made by the trader.

(20)

PARTICULARS	2020	2021	2022	UPTO 31.03.2023
Opening Stock	18,000	27,000	27,540	28,872
Purchases	1,00,850	1,05,100	1,21,620	28,920
Returns Outward	2,000	4,300	3,600	2,100
Opening Debtors	15,000	18,000	20,000	16,000
Carriage Inward	420	264	273	682
Cash & Cheque received during the year from Debtors	1,10,000	1,26,800	1,33,900	62,900
Return Inward	2,000	1,200	2,100	3,100

Accounts are closed every year on 31st December. Debtors as on 31st March 2023 were Rs. 10,000. It is usual practice of the company to value stock at 90% of its cost. The goods were

insured by the company by RS. 10,000 and undamaged goods by fire RS. 3,800. Goods are sold only on credit basis. Average Gross profit of the preceding three completed accounting years was maintained by the company during the year 2023. There is an average clause in the policy.

Q. 5 (A) Distinguish Between Single Entry & Double Entry System. **(10)**

Q. 5. (B) Explain the terms – Consignor, Consignee and Consignment in detail. **(10)**

OR

Q. 5. (C) Short Notes (Any 4) **(20)**

1. Total Debtors Account
2. Account Sales
3. Dependent Branch Account
4. Average Clause
5. Del Credere Commission
6. Goods Sent to the Branch