

SEAT NO	
------------	--

B. Com-I (Part-I) (Semester-I) (NEP) Examination, March-2023

Subject: - FINANCIAL ACCOUNTING

Sub. Code: -87962

Day and Date: - Saturday, 27-5-2023

Total Marks: - 40

Time: - 10.30 a.m. to 12.30 p.m.

. Instruction: - 1) Q.1 and Q.6 are compulsory.

2) Attempt any three questions from Q.2 to Q.5.

3) Use of calculator is allowed.

Q.1. Solve Multiple Choice Questions.

[08]

- 1) The objectives of accounting include _____.
- a) Systematic & permanent record
b) Record of assets & liabilities
c) Both a & b
d) None of the above
- 2) Matching cost with revenue concept is based on _____ concept.
- a) Accounting period Concept
b) Dual aspect concept
c) Monetary Unit Concept
d) None of the above
- 3) International Accounting Standards Committee (IASC) came into existence on _____.
- a) 29th June 1975
b) 29th June 1973
c) 25th June 1975
d) None of the above
- 4) Merging of two or three separate firms into a new single firm is called as _____.
- a) Conversion
b) Amalgamation
c) Absorption
d) None of the above
- 5) General reserve of the firm distributed in _____ ratio.
- a) Profit-sharing
b) Capital
c) Gaining
d) None of the above
- 6) The relation between consignor and consignee is that of _____.
- a) Principal and Agent
b) Debtor and Creditor
c) Both a & b
d) None of the above

(P.T.O.)

7) Del-Credere commission is allowed on _____ .

- a) Cash Sales
b) Credit Sales
c) Both a & b
d) None of the above
- 8) Income and Expenditure records _____ Transactions.
a) Cash
b) Credit
c) Both a & b
d) None of the above

Q.2. A and B were Partners sharing Profits & losses in the ratio of 3:1 and C and D were partners sharing profits & losses equally.

Following were their Balance Sheet as on 31-03-2021

Balance Sheets

Liabilities	A & B	C & D	Assets	A & B	C & D
Creditors	10,000	15,000	Plant & Machinery	20,000	27,000
Bills Payable	4,000	8,000	Furniture	12,000	9,000
Mrs.B's Loan	10,000	---	Stock	20,000	24,000
Mrs D's Loan	---	7,000	Debtors	19,000	17,000
Outstanding Rent	2,000	1,500	Fixtures	1,600	1,200
Capital Account			Cash in hand	3,400	3,300
A	30,000	---			
B	20,000	---			
C	---	25,000			
D	---	25,000			
	76,000	81,500		76,000	81,500

The two firms amalgamated on the following terms:

1. Mr. B agreed to pay Mrs. B's Loan and Mr. D agreed to pay Mrs. D's Loan.
2. Outstanding Rent was paid in full by the respective firms.
3. Creditors of both the firms were taken by the new firm at a discount of 5 %.
4. Plant & Machinery is subject to 5 % depreciation of both the firms.
5. Furniture of C & D was sold in the market for Rs.8,000 and furniture of A & B was not taken over by the new firm.
6. Fixtures were not taken over by the new firm.
7. Stock of A & B was valued at Rs.22,100 and Stock of C& D was valued at Rs.21,000.

You are required to prepare: -

- a) Revaluation Accounts, Partners Capital A/c's & Balance sheet in the books of new firm as on 31-03-2021 [08]

(P.T.O.)

Q.3. Miss.Dipali, the proprietor of Modern Sewing Machine, sent on consignment to Mr. Deepak, 100 sewing machines costing Rs.300 each. The machines were sent at an invoice price. Miss Dipali spent Rs.800 on freight and insurance.

Mr. Deepak received a delivery of 90 machines. 10 being lost in transit, and paid Rs.500 for carriage etc. Mr. Deepak sold 70 machines on credit at Rs. 500 each. He found 5 machines defective and therefore, returned them to consignor at a cost of Rs.60. He is entitled to a commission at 5 % on invoice price, 10 % on surplus price realised and 1 % del-credere commission.

Show Consignment A/c and Deepak's A/c in the books of Modern Sewing Machine. [08]

Q.4.Dr. Pankaj Commenced his practice on 1st April, 2018 with Rs. 15,000. His Receipts and Payments Account for the year ending 31st March, 2019 was as under:

Receipts & Payments A/c For the year ending 31-3-2019			
Receipts	Rs	Payments	Rs
To Cash introduced	15,000	By Furniture	4,000
To Visits	20,000	By Equipments	5,000
To Receipts from Dispensing	12,000	By Purchase of Drugs	3,000
To Sundry Receipts	500	By Salary of Assistant	2,400
		By Rent	1,800
		By Travelling Expenses	1,200
		By Stationery	100
		By Lighting	200
		By Journals	300
		By Drawings	10,000
		By Balance	19,500
	47,500		47,500

Rs.8,000 of the fees are still outstanding. Equipments purchased and sold on 31st Dec, 2018. The cost of equipment sold Rs.12,000, Depreciation on equipment 20 % p.a. Salaries not paid Rs.4,000 30 % conveyance is for Domestic purpose. Stock of drugs on this date Rs.6,000.

Prepare Receipt & Expenditure Account for the year ending 31st March, 2019. [08]

Q.5. Ajay Cotton Traders of Pune Consigned 200 bales of cotton to shri.Manmohan of Mumbai on 1st January, 2017. The cost price was Rs.600 per bale but the consignment invoice was made out at figure to show a gross profit of 20 % on sales. Shri.Manmohan reported on 31st March, 2017 that he had sold 3/4 of the consignment at profit of 25 % on sales and he incurred Rs.1,250 by way of freight charges and also Rs.750 by way of godown rent. Ajay Cotton Traders spent Rs.600 as expenses in despatching goods. Shri.Manmohan was entitled to commission of 5 % on sales and 5 % of net proceeds (i.e., sales less his expenses and commission) as bonus.

On 31st March, 2017 shri.Manmohan sent Bank draft for the amount due from him.

Prepare Consignment Accounts in the books of the Ajay Cotton Traders. [08]

(P.T.O.)

Q.6. Write Short notes (any two out of four)

[08]

- 1) Objectives of Accounting
- 2) Entity Concept
- 3) Difference Between Consignment and Sale
- 4) Receipt & Expenditure Account
