

S.NO.: 282

BATCH: 87-2014, 2016
2017

Reg. No.:

END OF SEMESTER EXAMINATIONS, NOVEMBER - 2018

FINANCIAL ACCOUNTING

SUBJECT CODE : 17UAC005/16UAC005

MAJOR : B.COM

TIME : 3 HOURS

SEMESTER : II

MAX. MARKS: 75

SECTION - A (10 X 1 = 10)**Answer ALL the questions:**

1. What is Accommodation Bill?
2. What do you mean by Noting Charges?
3. What is Account Sales?
4. What do you mean by Abnormal Loss?
5. Define Joint Venture.
6. What is Revenue Payment?
7. What is meant by Sectional Balancing?
8. Who is known as Insolvent in Business?
9. What is meant by Non Trading Concern?
10. What is the result of preparing Income and Expenditure A/c?

SECTION - B (5 X 4 = 20)**Answer any FIVE questions:**

11. Define Bill of Exchange. Explain its features.
12. Write short notes on a) Valuation of Consignment Stock
b) Del Credere Commission.
13. Differentiate clearly between Joint Venture and Consignment.
14. From the given particulars, show how these items would appear in the Income and Expenditure account for the year 2017.

Receipts	Rs.	Payments	Rs.
To Balance:		By Salaries	2000
Cash	1000	By Insurance	1000
Bank	2000		
Subscription	10000		

Additional Information:

	Rs.
1. Subscription received in advance during 2016	650
2. Outstanding Subscription during 2016	500
3. Outstanding Subscription for the year 2017	600
4. Subscription Received in Advance for 2018	750
5. Outstanding Salaries for the year 2016	400
6. Outstanding Salaries for the year 2017	500
7. Insurance prepaid during the year 2016	250
8. Insurance prepaid during the year 2017	250

15. The following particulars relate to the Ajodhya Club for the year ended March, 2017
Receipts and Payments A/c for the year ended March, 2017.

	Rs.		Rs.
To balance b/d	600	By Salaries	1245
To Subscription:		By Stationery	240
Arrears 2015-2016 24		By Rates and Taxes	360
Current 2016-2017 1266		By Television	60
Advance 2017-2018 48	1338	By Investments	750
Profit from Canteen	900	By Advertisements	105
Miscellaneous	45	By Postage	100
Sale of old papers	112	By Sundries	350
Dividends	485	By balance c/d	270
	3480		3480

You are required to prepare an Income and Expenditure Account and the balance Sheet after making the following adjustments:

1. There are 450 members, each paying an annual subscription of Rs.3.
2. Rs.27 subscription were in arrears for 2016-2017 on 1st April, 2017.
3. Stock of Stationery on March 31, 2017 was Rs.30, on March 31, 2018 Rs.54.
4. Cost of Buildings as on April 1, 2017 Rs.6000, Depreciate Buildings at 5%p.a.

16. The under mentioned particulars have been extracted from the books of D.D. Boot House. You are required to prepare the Sales Ledger Adjustments Accounts as on 30th June, 1998.

	Rs.
Debtors on 1 st July 1997	55,842
Transactions during the year were: Credit Sales	98,602
Cash Received from Debtors	88,753
Discount allowed to Debtors	480
Acceptances received from debtors	7,120
Return from debtors	5,430
Bills receivables dishonored	1,120
Bad debts written off	3,890
Sundry Charges debited to Customers	378
Transfers to Bought Ledger	100

17. Prepare Sales Ledger Adjustment Account and the General Ledger Adjustment Account from the figures for December, 1998 given below:

	Rs.
Balance of Debtors on 1.12.1998	16,000
Credit Sales	45,000
Cash Sales	10,000
Cash received from Customers	40,000
Discount Allowed	1,000
Bills Receivables dishonored	2,000
Bills Receivables received	5,000
Bad debts written off	800
Transfer to bought ledger	3,000

18. On 1.1.1999, Jayanthy sold goods to Devi on Credit for Rs.2,000 and drew a bill on Devi for Rs.2,000 for 3 months after date. Devi accepted it on 3.1.1999 and returned it to Jayanthy. On Maturity, the bill was duly honoured by Devi. Pass Journal Entries in the books of both the parties.

SECTION - C (3 X 15 = 45)

Answer any THREE questions:

19. Amar sold goods to Babu for Rs.1000. Babu accepted a bill for Rs.1000 drawn by Amar. On the due date, Babu accepted Amar and requested him to cancel the original bill and to draw a new bill for Rs.1025 (including interest) which is agreed by Amar. On the due date, the second bill was honoured. Show the journal entries in the books of Amar and Babu.
20. AK Ltd., Manufacturing of engines of Kolhapur, consigned oil engines regularly to M/S. S Brothers of Kanpur. The Consigns were paid all direct expenses incurred by them on the consignment and a commission at 2% on sales effected by them.
Stock of oil engines with consigness.
On 1st January 1998, 250 engines costing Rs.4000 each. Oil engines consigned during 1998, 800 engines costing Rs.4000 each.
Expenses incurred by M/s. S. Brothers on goods consigned to them:
Freight Rs.3,500
Godown Rent Rs.15,500
Insurance Premium Rs.5,500
Oil Engines sold by M/s. S. Brothers 900 engines at Rs.4600 each. Amount remitted by S. Brothers Rs.3,85,000. The stock with the consigness on 31st December 1998 is to be valued on First In First Out basis.
Prepare consignment a/c and show how will the items appear in the Balance Sheet.
21. A and B entered into a joint venture in timber. B is to be allowed a commission on sales at 10% and profits are to be shared in the ratio of A 2/3 and B 1/3. A provides timber from stock for Rs.10,000 and incurs expenses amounting to Rs.1,000. B pays Rs.1,000 for unloading and other non recurring expenses. A drew upon B for Rs.6,000. The draft was accepted and A got it discounted for Rs.5,760. B sold 90% of the timber for Rs.15,000 and took over the remaining timber at cost plus 20%. B settles his account by Bank draft. Prepare Memorandum Joint Venture Account.
22. Give the differences between Receipt and Payment Account and Income and Expenditure Account.
23. What are the Merits and Limitations of Self Balancing Ledger.
