

S.NO: 240

BATCH: 2000-13, 2016

END OF SEMESTER EXAMINATIONS, APRIL/MAY - 2018  
FINANCIAL ACCOUNTING  
SUBJECT CODE: 16UACC03

MAJOR : B.COM (CA)  
TIME : 3 HOURS

6

SEMESTER : III  
MAX. MARKS : 75

**SECTION - A ( 10 X 1 = 10 )**

**Answer ALL questions:**

1. What is consignment?
2. What do you mean by overriding commission?
3. Write a short note on Non-Profit organisations.
4. Explain subscriptions.
5. Define single entry system.
6. Write any two disadvantages of single entry system.
7. What is mean by hire purchase system?
8. Write a note on default.
9. What are the types of Fire insurance policies.
10. Explain stock on the date of fire.

**SECTION - B ( 5 X 4 = 20 )**

**Answer any FIVE questions:**

11. Explain the Main Features of consignment transactions.
12. Auto Agencies have sold out the Following goods on behalf of different parties for which they have incurred some expenses and are entitled to commission and reimbursement of expenses.

Particular	X	Y	Z
	(Rs)	(Rs)	(Rs)
Goods Received	10,000	15,000	18,000
Goods sold	12,000	13,000	22,000
Stock in hand	4,000	6,000	6,000
Remittance	10,000	11,000	20,000
Expenses	300	200	400
Commission	10%	6%	5%

Prepare the necessary accounts in the Book of Auto Agencies.

13. What are the steps to prepare Income and Expenditure Account?
14. Prepare Receipts and payment A/C of a club for the year ended 31<sup>st</sup> Dec. 2009 From the following particulars:

	Rs.		Rs.
Opening balance of cash	40,000	Rent Paid	1,200
Receipt of entrance fees	8,000	Payment for purchase of Cricket balls	500
Subscription received for 2009	16,000	Payment for purchase of cricket bats	1,600
Previous year's subscription received	1,600	Payment for stationery in cash	100
Paid Salaries	2,000		
Paid for Miscellaneous expenses	200		

15. Mr Mano keeps his book of accounts under single entry system. His Financial position on 31-12-2010 and 31-12-2011 was as Follows :

Particular	2010	2011
	Rs.	Rs.
Cash	9,860	800
Stock in Trade	38,520	57,020
Plant & Machinery	54,420	61,000
Bills Receivable	-----	16,480
Debtors	24,840	43,940
Creditors	72,040	80,000
Furniture	4,960	5,220
Drawings	-----	5,000

During the year he introduced additional capital of Rs.20,000.

From the above Particular Prepare a statement of profit and loss of Mr.Mano for the year ended 31.12.2011.

16. From the following details find out the credit purchases and total purchases.

	Rs.		Rs.
Cash Purchases	29,000	Bills payable paid during the year	10,500
Bills payable (opening)	7,500	Purchase return	1,500
Bills payable (closing)	2,500	Allowance From creditors	800
Creditors (opening)	20,000	Bills payable dishonoured	300
Creditors (closing)	18,000		
Cash paid to creditors	25,000		

17. Distinction between Hire purchase and Instalment systems.

18. A Fire occurred at the premises of a trader on 31.5.2014 destroying a great part of his goods. His stock at 1.1.2014 was Rs.60,000. The value of stock salvaged was Rs.13,500. The gross profit on sale was 30% and sales amounted to Rs.1,53,000. From January to date of Fire, while for the same period the purchases amounted to Rs 1,03,500. Prepare a statement of claim.

**SECTION - C ( 3 X 15 = 45)**

**Answer any THREE questions:**

19. Balan of Bangalore consigned 190 bags of sugar to Raghu of Chennai, invoicing goods at Rs.180 per bag. Balan paid Rs.1,200 as cartage and other expenses. The consignor drew a bill of exchange for Rs.12,000 which was later discounted at Rs.11,800. The consignee rendered an account sales showing the following details:

- 100 bags sold at Rs.240 each on credit
- 90 bags sold at Rs.230 each for cash
- Freight & Carriage Rs.2,000
- Transit insurance Rs.600
- Storage & Insurance Rs.1,000
- Commission at 5%

The consignee sent a sight draft for the amount due. You are required to prepare ledger accounts in the book of both the parties assuming that the consignee incurred a bad debt of Rs.400

20. The Calcutta sports club gives you the following Receipts and payment A/C for the year ended 31<sup>st</sup> Dec, 2008.

Receipts	Rs.	Payments	Rs.
To cash in hand	150	By Groundman's fees	1,500
To cash at bank	2,100	By Mowing Machine	1,100
To subscriptions	5,800	By Rent	500
To Tournment fund	1,500	By salaries to coaches	3,600
To Life membership	2,000	By Tournment Expenses	900
To Entrance Fees	200	By office expenses	2,400
To Donation for Pavilian	3,000	By sports equipment purchased	1,200
To sale of grass	100	By cash in hand	350
		By cash at bank	3,300
	14,850		14,850

## Additional Details:

- i) Subscription due on 31.12.2007 and on 31.12.2008 were Rs.900 and Rs.800 respectively. Subscriptions received also include subscription for 2009 Rs.200.
- ii) Sports equipment on hand on 31, Dec 2007 was Rs.1,100. The value placed on the equipment on hand on 31, Dec 2008 was Rs.1,300.
- iii) The Mowing machine was purchased on 1.7.2008 and is to be depreciated at 20% per annum.
- iv) Office expenses include Rs.300 for 2007 and Rs.400 are still due for payment.
- v) Tournment receipts and expenses are to be separated from general income and expenses.

Prepare Income and Expenditure A/c for they year 2008.

21. Difference between Double Entry and single Entry systems.

22. From the following details of a business man who sells goods of small value at cost plus 50%. Prepare Hire purchase Trading A/c.

	Rs.
1.1.2010 Stock out with the customers at HP price	9,000
Stock at shop at cost price	18,000
Instalments due but not received	5,000
31.12.2010 Goods worth Rs.500 repossessed (inst.not due Rs.2,000)	
Cash received from customers	60,000
Purchase made during the year	60,000
Stock at cost at shop (Excluding at good prossessed)	20,000
Instalments due but not received	9,000
Stock out at HP Price with the customers	30,000

23. What are the Important terms used in computation of loss of profits claims.

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