**SAINTGITS COLLEGE OF APPLIED SCIENCES**

**Internal Assessment Examination, October 2019**

**B.Com FirstSemester (Computer Applications& Taxation)**

**FINANCIAL ACCOUNTING - I**

Total : 80 marks Name………………………

Time :3Hours Roll No ……………………

**Section A**

*Answer any 10 questions. Each question carries 2 marks.*

1.Define Accounting.

2. What do you mean by sale on return basis or approval basis?

3.What is statement of affairs?

4.Opening capital  Rs.1,00,000 closing capital  Rs. 1,20,000 , profit  Rs. 40,000 find out drawings.

5.What is dead rent?

6.What is recoupment of short working?

7. What do you mean by account sales?

8.Explain Del Credere commission?

9.What are the items shown in the debit side of the poultry account?

10.What are the basic features of Farm Accounting?

11.What is Royalty?

12.What is loss of stock by fire? **(10 X 2 = 20 marks)**

 **Section B**

*Answer any 6 questions. Each question carries 5 marks.*

13.Distinguish between Capital and revenue expenditure.

14. What are the types of Recoupment of Short workings? Explain with suitable examples.

15. Distinguish between Statement of affairs and Balance sheet

16. Explain Financial Accounting. What are the objectives of financial accounting?

17. What do you mean by consignment? What are its features?

18. Mr. Shelly keeps books under single entry system and the information is as follows:

|  |  |  |
| --- | --- | --- |
|  | 1/1/2018 | 31/12/2018 |
| Stock | 18700 | 23400 |
| Debtors | 12000 | 14000 |
| Creditors | 9000 | 1500 |
| Bills Receivable | 4000 | 5000 |
| Bills payable | 1000 | 200 |
| Furniture | 600 | 600 |
| Buildings | 12000 | 12000 |
| Bank balance | 4350 | 3350 |

You are also given the following information

1. 1450/- is required for provision of bad debt.
2. Depreciation of 5 % on building and furniture.
3. Salary outstanding 4900/-
4. Insurance prepaid 250/-
5. Drawings 7520/-

Find out the profit or loss of Shelly.

19. From the following information prepare cattle account and ascertain profit from cattle division.

**Particulars Number Value**

Opening stock of live stock 100 2, 00,000

Closing stock of live stock 118 2, 42,000

Opening stock of cattle food ----- 4,000

Closing stock of cattle food ----- 6,000

Purchases of cattle 180 3, 65,000

Sale of cattle 170 4, 60,000

Purchase of cattle food ---- 40,000

Sale of carcasses 5 1,000

Wages ------ 10,000

Crop worth Rs. 12,000 grown in the farm was used for feeding the cattle. Out of the calves born, 4died and their carcasses realized Rs. 200.

20.On 1st Jan 2012 Ramlal company took on lease a coal filed from Coal syndicate on a royalty of 10/- per tonne of coal raised with a minimum rent of 30000/- per annum. The following were the results of working for the first 4 years.

Year           Production (intonnes)

2012           2000

2013           2500

2014           3500

2015           4000

Give journal entries and ledger accounts in the books of Ramalal company and coal syndicate, assuming that there is no provision to recoup short workings.

21.The following is the extract from the Trial balance of Mr. X as on 31.12.2017

|  |  |  |
| --- | --- | --- |
|  | Dr | Cr |
| Bad Debts | 4000 |  |
| Sundry debtors | 150000 |  |
| Provision for bad debt |  | 6000 |

It is decided to maintain a provision of 5% on debtors for bad and doubtful debts. Prepare bad debt a/c and provision for bad debt a/c. Also show the relevant entries in P & L a/c and Balance sheet.

 **(6 X 5 = 30marks)**

**Section C**

*Answer any 2questions. It carries 15marks.*

22.Write a note on accounting standards. Also narrate the concepts and conventions of accounting.

23. New India Ltd.Noida, consigned 1000fans at   Rs.1200 each to Bharat Electricals, Calicut. They paid freight Rs.5000, Insurance Rs.2500 and Carriage Rs.500.

100 fans were totally destroyed in transit and the consignee took delivery of the remaining fans , paying octroi and clearing charges Rs.8000,carriage  Rs.3000 and loading and unloading charge Rs.1000.Bharat electricals sold 600 fans @ Rs.2000 each: Their selling expenses being Rs.7000.The consignee charged 5% normal commission,3%delcredere commission and 2% over riding commission. Prepare accounts in the books of consignor and consignee.

24. From the following trial balance extracted from the books of Mannuthi Agricultural Farm, prepare trading and P& L a/c for the year ended 31st March 2017 and a balance sheet as on that date

|  |  |  |  |
| --- | --- | --- | --- |
| Particulars  |  | Debit  | Credit  |
| Opening stock:     Live stock    Grains     VegetablesPurchases:     Live stock     Seed & Fertilizers     Cattle foodSundry debtorsWagesRent & insuranceRepairs & maintenanceDrawings Cash at bankFarm machineryLand & buildingsBullock & bullock driven equipmentsSales:      Live stock      Grains      Vegetables       Dairy productsSundry creditorsMortgage loanCapital   | 25,0005,0005003,0001,2001,0006,0008,0003,0001,500 | 30,5005,2003,0008004001,2009001,00015,00030,00012,0001,00,000 | 18,5001,50030,00050,0001,00,000 |

Additional information

1. Closing stock on 31.3.2017

Live stock Rs. 8,000

Grains Rs.10, 000

Vegetables Rs. 2,000

Dairy Products Rs 2,000

1. Depreciate machinery by 10%
2. Vegetables worth Rs 200 were consumed by the proprietor
3. Grains worth Rs 500 were given to the labourers as part of their wages

25.The following balances have been extracted from the books of Anju Stores as on 31st December 2018.

|  |  |  |
| --- | --- | --- |
| Particulars | Dr. | Cr. |
| CapitalGoodwill                                                                                                                                                                                                               Cash in handOpening stockPurchaseInvestmentFurnitureBad debtsProvision for bad debtsSalariesCarriage inRentDebtors and CreditorsSalesPrinting and stationeryGeneral expenseTOTAL | 11,0004,00044,0001,70,00010,00030,0006,00030,00010,00019,00090,0006,0007,000 | 1,00,0007,00050,0002,80,000 |
| 4,37,000 | 4,37,000 |

Adjustments:

1. Closing stock Rs 47,000

2.Depreciate furniture by 10%

3. Reduce provision for bad debts to Rs.2, 000

4. Goods costing Rs.2, 000 were lost fire on 30th December, 2018 for which nothing is recoverable from the insurance company.

5.Manager is entitled to get a commission of 10% of net profit.

6.It is found that the opening stock is overcast by 10%

Prepare final Accounts.

 **(2 X 15 = 30 marks)**



***Scan QR code for the answer scheme***