



K15U 0553

Reg. No. : .....

Name : .....

**I Semester B.Com. Degree (CCSS-Reg./Supple./Imp.)**  
**Examination, November 2015**  
**Core Course**  
**IB02 COM : FINANCIAL ACCOUNTING**  
**(2014 Admn. Onwards)**

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **all** questions. **Each** carries  $\frac{1}{2}$  mark.

1. Bad debts recovered is \_\_\_\_\_
2. The excess of income over expenditure in non trading concerns represents \_\_\_\_\_
3. Goods are sent at loaded price \_\_\_\_\_
4. The parties in a joint venture are known as \_\_\_\_\_ (4× $\frac{1}{2}$ =2)

PART – B

Answer **any four** questions. **Each** carries **one** mark.

5. What is money measurement concept ?
6. What is Trading A/c ?
7. What is Delcredere Commission ?
8. What is Account Current ?
9. What are closing entries ?
10. Define accounting standards. (4×1=4)

P.T.O.



## PART – C

Answer **any six** questions. **Each** carries **3** marks.

11. Briefly explain four accounting concepts.
12. Explain the various types of errors.
13. What are the differences between joint venture and consignment ?
14. Explain the functions of accounting.
15. Show the accounting equations on the basis of the following transactions :
  - 1) Raj commenced business with cash Rs. 60,000 and goods for Rs. 40,000.
  - 2) Credit purchases of goods for Rs. 20,000 and cash purchases Rs. 30,000.
  - 3) Paid wages Rs. 5,000.
16. Subscription received during the year is Rs. 8,500 of which Rs. 1,600 relates to previous year and Rs. 900 relates to next year. Subscription outstanding on closing date is Rs. 1,350.

What amount of subscription will you credit to Income and Expenditure Account ?

17. Mr. Ram given loan to Sham at different dates and Sham will repay his loan on following dates :

Amount	Due date
500	3 <sup>rd</sup> July
800	2 <sup>nd</sup> Aug.
1,000	11 <sup>th</sup> Sept.

But Mr. Sham is good accountant. He wants to pay all due amount on same date, calculate the average due date.

18. 'P' failed to balance his Trial Balance, the credit side being more by Rs. 420. The difference is placed in a Suspense A/c. Later on the following are discovered. Give rectifying entries :
  - 1) Sales book was undercast by Rs. 100
  - 2) Goods for Rs. 300 purchased on credit from 'S' was wrongly entered in the sales book. The account of 'S' was correctly credited.
  - 3) Sales returns book was undercast by Rs. 30.
  - 4) A credit item of Rs. 10 was wrongly debited 'R' Account as Rs. 100.

(6×3=18)



PART – D

Answer **any two** questions. **Each** carries **eight** marks.

19. The following is the Trial Balance of Mr. X as on 31<sup>st</sup> Dec. 2014 :

Particulars	Dr. (Rs.)	Cr. (Rs.)
Purchases	49,500	—
Sales	—	81,000
Returns	1,500	2,000
Discount	2,200	1,300
Bad debts	800	—
Debtors and Creditors	20,000	18,200
Provision for Bad debts (1-1-2014)	—	1,200
Stock (1-1-2014)	16,000	—
Bank	—	2,500
Cash	2,200	—
Printing and Stationery	1,300	—
Wages	2,500	—
Salaries	3,500	—
Leasehold premises	25,000	—
Goodwill	15,000	—
Capital	—	33,300
	<b>1,39,500</b>	<b>1,39,500</b>

You are required to prepare Trading and Profit and Loss A/c for the year ended 31<sup>st</sup> Dec., 2014 and a Balance Sheet as on that date after considering the following :

- 1) Closing stock Rs. 19,800
- 2) Provision required for bad debts is 5%
- 3) Salaries outstanding Rs. 500
- 4) Closing stock of stationery Rs. 150
- 5) Depreciation on premises by 20%.



20. A and B entered into a joint venture to purchase and sell timber and share profits and losses in 3 : 2 ratio. A bought materials for Rs. 1,60,000 and B bought for Rs. 1,20,000. A drew a bill of Rs. 40,000 on B for three months and discounted the same for Rs. 36,000. A spent Rs. 4,000 and B spent Rs. 3,000 for expenses on the venture. A sold goods for Rs. 1,90,000 and B sold for Rs. 1,50,000. The venturers were entitled to a commission of 5% on their respective sales. On closing the venture A took over unsold materials for Rs. 6,000 and B took over the balance for Rs. 2,000.

Prepare Accounts in the books of 'A'.

21. X Ltd. consigned goods of the cost of Rs. 1,20,000 to Y Ltd. The consignor paid Rs. 1,500 for packing and forwarding, Rs. 3,500 for freight and Rs. 1,000 for insurance in transit. On taking delivery of the consignment, Y Ltd. paid Rs. 5,500 for duty and clearing charges and brought it to the godown after spending Rs. 500 for loading, cartage and unloading.

The consignee paid Rs. 1,200 for advertisement, Rs. 400 for godown rent and Rs. 1,800 for salesman's salaries and commission. He sold  $\frac{5}{6}$  of the goods for Rs. 1,40,000 for which he is entitled to a commission of 4% plus 1% delcredere commission.

Prepare important ledger accounts in the books of X Ltd.

(2x8=16)