



SECTION B: Total Marks : 50
All 05 Questions are Compulsory Having Internal Options :

Q.1A.

(5)

From the following particulars, find out :

1. Amount of Bills Payable given to creditors.
2. Amount of Credit Purchases.
3. Amount of Total Purchases.

| Particulars | Rs. |
|------------------------------------|----------|
| Opening Balance of Bills Payable | 60,000 |
| Closing Balance of Bills Payable | 90,000 |
| Payment made against Bills Payable | 70,000 |
| Bills Payable dishonoured | 10,000 |
| Opening Balance of Creditors | 20,000 |
| Closing Balance of Creditors | 25,000 |
| Cash paid to Creditors | 60,000 |
| Purchases Returns | 30,000 |
| Discount received from Creditors | 2,000 |
| Cash Purchases | 2,40,000 |

Q.1B.

(5)

From the following information, prepare the Bills Receivable Account and Total Debtors Account for the year ended 31st December, 2017 :

| Particulars | Rs. |
|---|-----------|
| Opening Balance of Debtors | 1,80,000 |
| Opening Balance of Bills Receivable | 55,000 |
| Cash Sales made during the year | 95,000 |
| Credit Sales made during the year | 14,50,000 |
| Return Inwards | 78,000 |
| Cash received from Debtors | 10,25,000 |
| Discount allowed to Debtors | 55,000 |
| Bills Receivable endorsed to Creditors | 60,000 |
| Cash received (Bills matured) | 80,500 |
| Irrecoverable amount | 10,000 |
| Closing Balance of Bills Receivable of 31.12.2017 | 75,500 |

OR

Q.1C.

(10)

Vikas is a merchant. He follows the practice of paying creditors for goods purchased through his Bank Account and making payments in cash on all nominal accounts.

| Particulars | 1.4.2017 | 31.3.2018 |
|------------------|----------|-----------|
| | Rs. | Rs. |
| Cash in hand | 30 | 50 |
| Cash at Bank | 1,000 | 1,500 |
| Sundry Debtors | 1,750 | 2,500 |
| Sundry Creditors | 3,410 | 3,750 |
| Investments | 6,250 | 6,250 |
| Stock | 2,500 | 1,870 |

Transactions during the year 2018 were as follows :

| Particulars | Rs. |
|----------------------------|-------|
| Salaries paid | 1,500 |
| General Expenses paid | 3,500 |
| Payment for Stationery | 870 |
| Payment for Rent and Rates | 700 |
| Lighting Charges | 250 |

| | |
|--|--------|
| Cash Receipts from Debtors | 31,250 |
| Payments to Creditors through Bank and of Trade Expenses in Cash | 20,000 |
| Payments into Bank : | |
| Business | 18,750 |
| Additional Capital | 250 |
| Payments from Bank Account – Personal | 3,250 |
| Cash Payments – Personal | 910 |
| Stock taken for personal use | 140 |

You are required to prepare Trading and Profit & Loss Account for the year ended 31st March, 2018 and Balance Sheet of Vikas on that date.

Q.2A.

(10)

Mr. Ajay of Ahmedabad sent on consignment 100 sewing machines costing Rs. 200 each to Mr. Bhavesh of Baroda. The consignor paid Rs. 1000 for freight and insurance. Mr. Bhavesh spent Rs. 500 for godown rent. At the end of the year 10 machines were unsold lying as stock with Mr. Bhavesh.

The consignee sold 90 sewing machines @ Rs. 250 per machine.

Mr. Bhavesh remitted the sales proceeds after deducting expenses and his commission @ 5% of goods sold.

Prepare Consignment Account, Consignee's Account and Goods sent on Consignment Account in the books of Ajay of Ahmedabad.

OR

Q.2B.

(10)

Mr. Prakash of Bangalore sends Silk sarees costing Rs. 2,00,000 to Mr. Arvind of Mumbai for sale on consignment basis. Prakash incurred expenses of Rs. 2,000 and paid it.

Mr. Arvind on receiving the goods accepts a bill for Rs. 1,00,000 payable after 3 months.

Mr. Arvind renders an Account sale to the consignor showing the sale of Rs. 2,20,000. Mr. Arvind incurred expenses towards freight Rs. 8,000, godown rent Rs. 3,000 and insurance Rs. 2,800. The stock was valued at Rs. 80,000 Arvind to get 10% commission on sales.

Pass journal entries in the books of Mr. Prakash.

Q.3A.

(10)

From the following details prepare Mumbai Branch Account for the six months ended 31st December, 2018 after depreciating branch furniture at 20% per annum :

| Particulars | Rs. | Particulars | Rs. |
|-------------------------------|----------|-------------------------------|----------|
| Opening Branch Assets : | | Branch expenses paid by the | |
| – Branch Stock | 20,000 | Head Office | 34,000 |
| – Branch Petty Cash | 6,000 | Remittances received from the | |
| – Branch Furniture | 26,000 | Branch | 2,32,800 |
| – Branch Debtors | 30,000 | Closing Branch Assets : | |
| Opening Branch Liabilities : | | – Branch Stock | 24,000 |
| – Branch Outstanding Expenses | 1,000 | – Branch Petty Cash | 4,000 |
| Goods sent to the Branch | 1,80,000 | – Branch Debtors | 34,000 |
| Petty Cash sent to the Branch | 16,000 | Closing Branch Liabilities : | |
| | | – Branch Outstanding Salaries | 1,400 |

OR

Q.3B.**(10)**

Bharat Enterprises of Pune has a branch at Kolkata. Following information is obtained from the branch for the year 2016-17.

| Particulars | 1-04-2016 | 31-03-2017 |
|-------------------------------------|-----------|------------|
| | Rs. | Rs. |
| Balance as on | | |
| Cash | 18,000 | 10,500 |
| Stocks | 80,000 | 88,000 |
| Debtors | 24,000 | 28,000 |
| Furniture | 6,000 | 5,600 |
| Transactions during the year | | |
| Goods received from Pune | 2,00,000 | |
| Sales on Credit | 80,000 | |
| Sales for cash | 1,40,000 | |
| Goods Returned by customers | 3,000 | |
| Goods Returned to Pune | 6,000 | |
| Expenses paid at Branch | | |
| – Salaries | 6,000 | |
| – Rent and Taxes | 2,000 | |
| – Printing and Stationery | 1,000 | |
| Discount allowed | 2,000 | |

Prepare necessary accounts for the branch under Stock and Debtor Method in Pune office books using Stock and Debtors Method of Branch Accounting.

Q.4A.**(10)**

A fire occurred in the premises of Miss Deepa on 14-10-2018. From the following particulars ascertain the loss of stock and prepare a statement of claim to be lodged with Insurance Company :

| Particulars | Rs. |
|---------------------------------------|----------|
| Stock as on 1-1-2017 | 61,200 |
| Purchases from 1-12017 to 31-12-2017 | 2,44,000 |
| Sales from 1-1-2017 to 31-12-2017 | 3,60,000 |
| Stock as on 31-12-2017 | 54,000 |
| Purchases from 1-1-2018 to 14-10-2018 | 2,94,000 |
| Sales from 1-1-2018 to 14-10-2018 | 3,00,000 |

The stock were always valued at 90% of cost price. Salvage was Rs. 36,000. The amount of Policy was Rs. 1,26,000.

The claim was subject to average clause.

OR**Q.4B.****(10)**

Bonfire Enterprises close their accounts on 30th June every year. On 30th September, 2018; a major fire destroyed most of their stock. Following information could be gathered from their books :

| | Rs. |
|---------------------------------------|-----------|
| Stock on 30.6.2018 | 3,60,000 |
| Purchases : 1.7.2018 to 30.9.2018 | 6,00,000 |
| Wages : 1.7.2018 to 30.9.2018 | 2,30,000 |
| Sales : 1.7.2018 to 30.9.2018 | 10,00,000 |
| Carriage Inward for the above period | 10,000 |
| Carriage Outward for the above period | 15,000 |

Average percentage of gross profit to cost is 33.33 % . Stock of the value of Rs. 75,000 could be salvaged. Amount of policy was for Rs. 2,50,000. Insurance claim was subject to average clause.

Following further information is available :

1. Stock in the beginning was calculated at 10% less than cost.
2. Purchases include purchase of furniture Rs. 25,000.
3. Amount spent for bringing and setting-up the furniture in the office was Rs. 5,000 which was included in carriage inward.

You are required to calculate the amount of claim.

Q.5 Shorts Notes (Any 02)

(10)

- A) Valuation of Consignment Stock**
- B) Average Clause in Fire Insurance Policy**
- C) Objectives of Branch Accounting**
- D) Features of Single Entry System**