

F.Y.BAF - SEM-II A.T.K.T Exam - SEP-22
 Sub 8 - Financial Accounting - II
 28/09/22



Marks : 75

Note :

☺ Attempt the Questions as follow :

Q. 1 (A)	Marks 08	ATTEMPT BOTH	MARKS 15
Q. 1 (B)	Marks 07		
Q. 2 (A)	Marks 15	ATTEMPT ANY ONE	MARKS 15
Q. 2 (B)	Marks 15		
Q. 3 (A)	Marks 15	ATTEMPT ANY ONE	MARKS 15
Q. 3 (B)	Marks 15		
Q. 4 (A) (i) & Q. 4 A (ii)	Marks 8 & 7	ATTEMPT - EITHER BOTH - Q. 4(A)(i) & (ii) OR <u>ONLY Q. 4</u>	MARKS 15
Q. 4 (B)	Marks 15		
Q. 5 (A) & Q. 5 (B)	08 & 07 Marks	ATTEMPT - EITHER BOTH - Q. 5 (A) & 5 (B) OR <u>ONLY Q. 5</u>	MARKS 15
Q. 5	MARKS 15		

☺ All the workings must be part of your answer else your answer may be considered incomplete.

☺ Write legibly and maintain neatness and clarity else the answer may not be assessed or marks may be deducted.

Q. 1 (A) : State whether the following statements are True or False - any Eight (Rewrite the whole sentence)

- Capital in the beginning of the year can be ascertained by preparing Cash Account.
- In Single Entry System of Accounting, Trial Balance can be prepared.
- Del Credre Commission is given to cover claims of Debtors.
- In the books of Consignor, Commission paid to Consignee will be credited to Consignment Account.
- Consignee is the owner of the goods sent on Consignment.
- Debtor System is followed in case of Independent Branches.
- Under the 'Stock and Debtor' system, Loading in Closing Stock at Branch will be shown as Opening Stock Reserve
- For calculation of Fire Insurance Claim, Purchase of Furniture should be added to Purchases.
- Salvage is added to the Stock on the date of fire.
- Memorandum Trading account is prepared for the full year.

Q. 1 (B) : Fill in the Blanks - any Seven (Rewrite the whole sentence)

- In Memorandum Trading account, goods distributed as free samples will be shown on _____ side.
- Average Clause is to avoid _____.
- Salvage is _____.
- If Profit on Sales is 20%, then Profit on Cost will be _____.
- Goods send by Head Office to Branch but not received at Branch are called _____.
- Closing Stock Reserve is _____.
- An 'Account Sale' is _____.



- 8 Goods sent to an Agent for sale, on behalf of the Principal, is called _____.
- 9 Consignor is _____.
- 10 In Single Entry system of Accounting, Credit Sales can be found by preparing _____.

Options :

Loading in Closing Stock	Goods Sent on Consignment	Goods in Transit	Details of Goods sold by Consignee
Under Insurance	Principal for the Consignee	Goods saved from fire	Total Debtors Account
Credit	25%		

Q. 2 (A) :

Fire occurred in the premises of X & Co., on 1st September 2022. Stock of the value of Rs. 1,01,000 and certain business books and records were saved.

The following information was obtained from the records saved :

Purchases for the year ended 31.3.2022	Rs. 7,00,000
Sales for the year ended 31.3.2022	Rs. 11,00,000
Purchases from 1.3.2021 to 1.9.2022 (evenly spread during the period)	Rs. 2,40,000
Sales from 1.3.2021 to 1.9.2022 (evenly spread during the period)	Rs. 3,60,000
Stock on 31st March 2021	Rs. 3,00,000
Stock on 31st March 2022	Rs. 3,40,000

Further information is also given that the stock on 31.3.2022 was over valued by Rs. 20,000.

The rate of gross profit is constant throughout.

Calculate the amount of claim to be presented to the insurance company in respect of loss of stock.

Q. 2 (B) :

Ratanlal consigned 500 boxes of tea, costing Rs. 100 per box to Sohanlal. Ratanlal paid freight Rs. 500, insurance Rs. 200 and sundry exp. Rs. 80. He drew a bill of exchange on Sohanlal and received it from Sohanlal, duly accepted, for Rs. 10,000. The bill was discounted with bank by giving a discount of Rs. 100.

Discount of the Bill should be considered as a Consignment Expense.

Sohanlal sold 300 boxes of Tea at Rs. 150 and paid Rs. 180 for carriage.

He was entitled to a commission of 5% on total sales.

Sohanlal send the balance due by a Bank draft.

Prepare necessary accounts in the books of Ratanlal.

Q. 3 (A) :

P of Calcutta consigned goods costing Rs. 1,60,000 to R of Mumbai. The terms of consignment were :

- Consignee to get commission of 5% on cash sales and 4% on credit sales
- Any goods taken by the consignee himself or goods lost through consignee's negligence shall be valued at cost plus 12.5% and no commission will be allowed on them,

The expenses incurred by the consignor were carriage and freight Rs. 6,720 and insurance Rs. 3,440.



The consignor received Rs. 50,000 as an advance against the consignment.

Account sales together with a draft for the balance due was received by the consignor showing the following :

- Goods costing Rs. 1,28,000 were sold for cash at Rs. 1,40,000 and on credit at Rs. 1,08,000.
- Goods costing Rs. 8,000 were taken by R and
- Goods costing Rs. 4,000 were lost through R's negligence.
- The expenses incurred by R were advertisement Rs. 1,720, other selling expenses Rs. 1,080.

Prepare necessary accounts in the books of P of Calcutta.

Q. 3 (B) :

M/S AZ & Co. of Bombay has a branch at Nasik. The following transactions relate to branch for 2021.

<u>On 01.01.2021</u>	Debtors	16,000
	Stock	6,000
	Furniture at Branch	20,000
	Goods despatched by Head Office	82,000
	Cash sent by Head Office for petty expenses	3,500
<u>Sales</u>	Cash	80,000
	Credit	40,000
	Goods lost in transit	1,500
	Insurance claim of Branch, received by Head Office	1,200
	Amount received from Debtors	30,000
	Discount allowed	480
	Irrecoverable Debts	620
	Goods returned by Customers	1,800
	Goods returned to Head Office	2,800
	Branch expenses paid by Head Office	
	Freight	600
	Rent	3,600
	Salary	6,600
	Commission	2,200
	Amount remitted by Branch to Head Office	1,10,000
	Cash on hand on 31st December, 2021	600
	Stock as on 31st December, 2021	5,400
	Furniture to be depreciated at 12% p.a.	

Prepare Nasik Branch account, in the books of AZ & Co., Bombay.



Q. 4 (A) : (i)

From the following information, calculate -

- Amount of Bills payable given to Creditors
- Amount of Credit Purchases
- Amount of Total Purchases

<u>Creditors</u>	as on 31.03.2021	38,000
	as on 31.03.2022	32,000
<u>Bills Payable</u>	as on 31.03.2021	33,000
	as on 31.03.2022	63,000
Payment made against Bills Payable		53,000
Bills Payable Dishonoured		5,700
Cash paid to Creditors		56,000
Purchase Returns out of Credit Purchases		7,000
Purchase Returns out of Cash Purchases		1,600
Discount received from Creditors		3,200
Cash Purchases less Returns		78,000

Q. 4 (A) : (ii)

From the following information, calculate -

- Amount of Bills Receivable received from Debtors
- Amount of Credit Sales
- Amount of Total Sales

<u>Debtors</u>	as on 01.04.2021	56,000
	as on 31.03.2022	46,000
<u>Bills Receivables</u>	as on 01.04.2021	26,000
	as on 31.03.2022	36,000
Cash Received from Debtors		3,26,000
Discount allowed		6,000
Cash received against Bills Receivables		26,000
Bad Debts		2,000
Bills Receivable (dishonoured)		22,000
Cash Sales less Returns		56,000
Sales Return out of Credit Sales		11,000
Sales Return out of Cash Sales		8,000



Q. 4 (B) :

On 31st May, 2022, the premises and stock of a firm were totally destroyed by fire, the books of accounts, however, being saved. In order to make a claim on their fire policy, they seek your advice, you are able to obtain the following information -

year ended on March 31,	2020	2021	2022	up to 31.05.2022
Opening stock as valued	24,000	32,000	38,000	42,000
Purchases less returns	91,000	1,10,000	1,20,000	41,000
Sales less returns	1,40,000	1,70,000	1,86,000	75,000
Wages	28,400	31,200	34,200	12,000
Closing stock	32,000	38,000	42,000	?

The rate of gross profit is constant throughout.

Calculate the amount of claim to be presented to the insurance company in respect of loss of stock.

Q. 5 (A) :

Differentiate between Single Entry and Double Entry systems of Accounting.

Q. 5 (B) :

Explain Debtor System of Branch Accounting.

Q. 5 :

Write Short Notes (any three)

- Del Credre Commission
- Average Clause
- Memorandum Trading Account
- Total Debtors and Total Creditors Accounts
- Difference between a Branch and a Department



all the best - always keep on smiling

