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Reg. No.....

Name.....

B.Com. DEGREE (C.B.C.S.S.) EXAMINATION, OCTOBER 2019

Third Semester

Core Course VIII—FINANCIAL ACCOUNTING

[Common for Model I, Model II and U.G.C. Sponsored B.Com. Degree Programmes]

(2013—2016 Admissions)

Time : Three Hours

Maximum Marks : 80

Answers may be written either in English or Malayalam.

Part A

Answer all questions.

Each question carries 1 mark.

1. What is minimum rent ?
2. What is over-riding commission ?
3. What is a suspense account ?
4. What are bad debts ?
5. What are closing entries ?
6. What is prudence ?
7. What are inter department profits ?
8. What is a consignment ?
9. What is branch stock ?
10. What is sales ledger control account ?

(10 × 1 = 10)

Part B

Answer any eight questions.

Each question carries 2 marks.

11. What is the objective of AS 6 ?
12. What is goods in transit ? How is it recorded in Branch Accounting ?
13. How is normal loss valued in consignment ?
14. What is recouping in royalty accounts ?
15. Give the closing entry for : (i) closing stock ; (ii) accrued income.
16. Give the Performa of total debtors control account.
17. Give the journal entries in the books of lessee when the short workings are recouped.

Turn over

Part D

Answer any two questions.

Each question carries 15 marks.

32. Following is the Trial Balance of M/s Home and Sons. Prepare Final accounts for the year ended on 31st March 2018 :

Particulars	Debit (Rs.)	(Credit Rs.)
Stock as on 01.04.2017 : Finished goods ...	2,00,000	
Purchase and sales ...	22,00,000	35,00,000
Bills receivable ...	50,000	
Returns ...	1,00,000	50,000
Carriage inwards ...	50,000	
Debtors and Creditors ...	2,00,000	40,000
Carriage ...	40,000	
Discount ...	5,000	5,000
Salaries and wages ...	2,20,000	
Insurance ...	60,000	
Rent ...	60,000	
Wages and salaries ...	80,000	
Bad debts ...	10,000	
Furniture ...	4,00,000	
Capital ...		5,00,000
Drawings ...	70,000	
Loose tools ...	1,00,000	
Printing ...	30,000	
Advertisement ...	50,000	
Cash in hand ...	45,000	
Cash at bank ...	2,00,000	
Petty cash ...	5,000	
Machinery ...	3,00,000	
Commission ...	10,000	30,000

Adjustments : (i) Finished goods stock. Stock on 31st March was valued at Cost price Rs. 4,20,000 and market price Rs. 4,00,000. (ii) Depreciate furniture @ 10% p.a. and machinery @ 20% p.a. on reducing balance method, (iii) Rent of Rs. 5,000 was paid in advance, (iv) Salaries and wages due but not paid Rs. 30,000, and (v) Make a provision for doubtful debts @ 5% on debtors.

33. On February 21, 2018, MANS of Mumbai consigned to his agent, KKA of Kerala, 90 bicycles, which cost Rs. 180 each, insurance and freight amounting to Rs. 1,080. KKA is entitled to a commission of 10 per cent on gross sales.

On March 2, 2018, KKA returned 10 bicycles, which were of wrong colour and paid return freight and insurance, Rs. 200.

MANS whose financial year ends on June 30, 2018, received from KKA an account sales, made up to that date; this showed that, KKA had sold 60 bicycles for Rs. 21,600, and that he had paid warehouse charges Rs. 360 and Carriage on sale Rs. 300. MANS sent a sight draft in settlement of the balance due on which KKA incurred bank charges Rs. 60.

KKA sold the remaining bicycles for Rs. 6,300, incurring expenses Rs. 160. He sent MANS a second account sales made up to September 30, 2018, accompanied by a sight draft for the balance due, on which MANS paid bank charges Rs. 40.

You are required to prepare all the relevant accounts as they would appear in the books of MANS.

34. Ms. Nana who maintained books under single entry method approaches you with the following details. You are requested to prepare statement of affairs as on 31-03-2018 and P and L A/c for the year ended 31-3-2018 :

<i>Particulars</i>		31-3-2017	31-3-2018
		Rs.	Rs.
Cash	...	1,500	8,500
Saving A/c with ICICI	...	2,000	10,000
Debtors	...	42,000	85,000
Advance received	...		15,000
Creditors	...	89,000	2,500
Advance paid	...		50,000
Building (depreciate 5%)	...	4,00,000	
Car (depreciate 20%)	...	3,58,000	
Computer (depreciate 60%)	...	70,000	

Turn over