

Duration : 2.30 Hours

C311NFA - FYBAAF - (02)

Marks : 75

- Note: 1. All questions are compulsory
2. Figures to the right indicate full marks.

MARKS75

- Q1.A Fill in the blanks with suitable words & rewrite the sentence (Any 8)
1. For Sugar Industry Sugarcane is _____ (a) Raw Material (b) Finished goods
 2. _____ Issue Accounting Standard in India. (a) ICAI (b) ICSI
 3. Drawings are deducted from _____ (a) Capital (b) creditors
 4. Sales Return in Trial Balance is deducted from _____ (a) Purchases (b) Sales
 5. Salaries and wages appear in _____ (a) Profit / loss A/C (b) Trading A/C.
 6. Loan taken from bank is a _____ (a) Revenue Receipts (b) Capital Receipts
 7. When closing stock is undervalued. (a) Profit is overstated (b) Profit is understated
 8. Trade discount should be _____ (a) Deducted from Revenue (b) Added to Revenue
 9. AS-2 defines Inventory as _____ (a) Fixed Assets (b) Unsold goods
 10. Following is an example of an Accounting Policy. (a) Consistency (b) Depreciation

08

- B. State whether the following statements are True/False
1. There is a need of notes to accounts.
 2. Compliance of Accounting Standard is policies.
 3. AS-9 is optional.
 4. Royalty is recognized on receipt basis.
 5. Salary Account is Nominal A/c
 6. Capital expenditure is non-recurring in nature.
 7. Amount paid for acquisition of patents is a capital expenditure.
 8. FIFO method is logical.
 9. Balance sheet is an account.
 10. Live stock is current asset.

7

- Q.2A) From the following information provided to you by Kumar Traders you are required to prepare. Departmental Trading and Profit / Loss A/c and General Profit and Loss Account from the following information provided to you for the year ended 31st March 2020.

15

Particulars	Dep.A (Rs.)	Dep.B (Rs.)	Dep.C (Rs.)	Common
Sales	20,000	40,000	60,000	-
Purchases	15,000	10,000	5,000	-
Salaries	5,000	8,000	9,000	-
Opening stock	18,000	17,000	15,000	-
Audit fees	20,000	21,000	20,500	-
Advertisement	-	-	-	18,000
Discount Allowed	-	-	-	3000
Carriage Inward	-	-	-	6,000
Rent	1000	2000	1000	-
Salesmen Commission	-	-	-	12,000
Printing Stationary	2000	-	1000	-
Audit fees	-	-	-	8000
Depreciation	-	-	-	8000

Adjustment: - 1) Depreciation allocated 2:2:4 Ratio between departments.

- 2B) Mahesh Transport purchase two motor from Tata, Ltd. On hire purchase system on 1st Jan. 2018
The cash price of each motor was Rs . 1, 25,000. The payment was made as follows. 15

01-01-2018	Rs . 30,000	Each Motor
31-12-2018	Rs . 35,000	Each Motor
31-12-2019	Rs . 30,000	Each Motor
31-12-2020	Rs . 30,000	Each Motor

Depreciation @ 20% on original cost is charged.

- Q.3. From the following Trial Balance of Jay Trader as on 31st march, 2020 you are required to prepare Manufacturing Account, Trading and Profit / Loss Account for the year ended 31st March 2020 and also Balance Sheet as on that date. 15

Trial Balance as on 31 st March. 2020		
Particulars	Debit (Rs)	Credit (Rs)
Purchase of Raw Material	3,10,000	
Sales		5,00,000
Opening stock		
- Work in progress	37,000	
- Finished Goods	6,000	
Carriage Inward	20,000	
Direct Labour	3,000	
Rent of factory	24,000	
Opening stock Raw material	20,000	
Electricity	27,000	
Office salaries	21,000	
Selling exp.	24,000	
Debtors	13,000	
Discount Allowed	49,000	
Bad debts	5,000	
Stationary	2,000	
Provision for Bad debts.		2,000
Creditors		45,000
Bills Payable		46,000
Discount Received		10,000
Capital		1,05,000
Drawing	15,000	
Machinery	95,000	
Delivery Van	32,000	
Cash	5,000	
Total	7,08,000	7,08,000

Additional Information

1. Closing Stock

Raw Material Rs . 16,000, Working In Progress Rs.10,000 Finished Goods Rs.28,000

2. Outstanding Factory rent is Rs. 1000

3. Electricity is to be apportioned in the ratio of 2:1 to factory & office.

4. Depreciate Machinery @ 5% p.a. and Delivery Van @ 20% p.a.

5. Debtors include Rs . 15000 due from Pratik an amount of Rs. 8,000 is also due to him and is included in Creditors.
6. Provide reserves for doubtful debts @10% on debtors.

OR

Q3. A Mr Darasingh prepared his account on 31st March every year. Due to some unavoidable reasons, stock taking could be done only on 15th April. 2018, when the stock was found to be Rs . 60,500. The following information is provided for the period between 31st March, 2018 and 15th April, 2018.

1. Sales : Rs . 45,590
2. Purchases Rs . 16,710
3. Sales Returns were Rs . 1,200
4. On 15th March goods having sales value of ` 6,800 were sent on sales or return basis to a customer the period of approval being four weeks. He returned. 40% of the goods on 10th April approving the rest.
5. Mr. Darasingh had received goods costing ` 8,000 in March for sale on consignment basis 20% of the goods had been sold by 31st March and another 40% by 15th April. These sales have not been included in sales of ` 45,590 given below.

You are required to calculate the value of stock 31st March 2018 by preparing a stock Reconciliation statement assuming that goods are sold at the profit of 20% .

Q.3B Nitya Ltd. Products chemical a from the following data calculate the value of closing stock

Direct Material	Rs . 5 Per Unit
Direct Labour	Rs. 2 Per Unit
Chargeable Expenses	Rs . 3 Per Unit
Normal Capacity	Rs.1200 Units p.a
Actual Production	Rs. 10000 units p.a
Fixed Production overheads	Rs . 6000 p.a

The Company has 2,000 Units of closing stock at the end of the year.

Q4. Calculate the cost of goods sold and closing stock under weighted average cost of inventory using.

2018 March 1	Stock in Hand	500 Units	@ Rs . 9 each
Purchases	March 03	500 Units	@ Rs . 11 each
	March 10	1000 Units	@ Rs . 12 each
	March 18	600 Units	@ Rs . 10 each
	March 24	500 Units	@ Rs . 12 each
	March 30	400 Units	@ Rs . 13 each
Issues	March 02	400 Units	
	March 09	500 Units	
	March 16	900 Units	
	March 23	500 Units	
	March 31	600 Units	

OR

Q4. State with reasons whether the following expenditure or receipts are capital or revenue.

1. Paid Rs . 2,00,000 as a Custom Duty on machinery purchased from USA.
2. Paid Subscription charges Rs . 6000 for Trade Journal.
3. Premium of Rs . 3,00,000 payable on redemption of debentures.
4. Loss on sale of Plant & Machinery of Rs . 20,000.

113AF 1413
was A/C

9

5. Recovery of Bad Debts from Sarita of Rs.5,000.
6. Amount of Rs . 50,000 received on sale of old furniture.
7. Sold of Equity share held as Investment for Rs. 20,000 and suffered a loss of Rs .20,0000

Q5.A I) Explain the following and give 2 examples of each. 7

1. Floating Assets.
2. Fictitious Assets.
3. Contingent Liabilities
4. Factory Overheads.

Q5.B II) Distinction between FIFO and Weighted Average method. 8

OR

Q5. Write a Short Notes. (Any Three) 15

1. Different Accounting policies as per As-1
2. Main requirement of As-9
3. Calculation of Interest in Hire Purchase
4. General Profit & Loss Account in Departmental Accounting.
5. Capital Expenditure.

XXXXXXXXXXXXXXXXXX