

- Note :** 1) All Questions are compulsory.  
2) Figures to right indicate Full marks.  
3) Use of simple calculator is allowed.

Q.1 a) State whether following statements are True or False:- 8 M

- 1) Totalling of ledger a/c is called as Casting.
- 2) Salary paid to worker is revenue expenditure.
- 3) Goods includes movable and immovable property.
- 4) Depreciation is wear and tear in value of current assets.
- 5) Printing & Stationery Account is real Account.
- 6) Outstanding salary is recorded in Trading Account.
- 7) Accounting standard 1 deals with depreciation.
- 8) In FIFO method, stock is valued or oldest rate.
- 9) Closing stock is always valued at cost price.
- 10) Installment of hire purchase include principal amount and interest.

Q.1.b) Match the following. (Any 7) 7 M

- | 'A'                        | 'B'                                   |
|----------------------------|---------------------------------------|
| 1. Assets                  | a) Intangible Asset                   |
| 2. Drawings                | b) Journal                            |
| 3. Reducing Balance Method | c) Cash + Bank transactions           |
| 4. Sales                   | d) Debit = Credit                     |
| 5. Trade Discount          | e) Issued by ICAI                     |
| 6. Accounting Standards    | f) Land and Building                  |
| 7. Trial Balance           | g) Personal Use                       |
| 8. Double Column Cash Book | h) Method of Calculating Depreciation |
| 9. Daily transactions      | i) Revenue from Operations            |
| 10. Goodwill               | j) Allowed on Bulk Purchases / Sales  |

Q.2.a) Journalise following transactions in the books of Kapildev July 2018. 8 M

- 1) Started business with cash 90,000; Furniture 10,000, Goods 70,000
- 7) Purchased goods from Kumar on credit for Rs.7000/-
- 09) Purchased Goods on cash for 100000/- at 10% C.D.
- 15) Sold goods to Rocky on credit 14000/-
- 22) Received cheque from Rocky of 7000/-
- 24) Paid Salary to workers 2000/-
- 30) Sold goods on Cash 40,000/-

Q.2.b) Prepare Trial Balance of Mr. Sanjeev for year ended 31<sup>st</sup> March 2017 8 M

Particulars	Rs.	Particulars	Rs.
Fixed Assets	120000	Opening Stock	15000
Capital	150000	Creditors	40000
Debtors	40000	General Expenses	35000
Bills Payable	35000	Legal charges	4000
Bank Overdraft	25000	Drawings	2000
Salary	10000	Depreciation	6000

**OR**

Q.2. State with reasons whether following items are considered as Capital, Revenue or Deferred. 15 M

- 1) Installation charges paid for New Machinery 3000/-
- 2) Discount allowed on cash sales 500/-
- 3) Interest received from Bank 1300/-

**V220NFA19**

- 4) Furniture purchased for Rs.80000/-
- 5) Repairs to Machinery Rs.1200/-
- 6) Expenditure on painting of Building 100000/-
- 7) Salary paid to Worker 10,000/-

**Q.3.** On 1<sup>st</sup> April, 2014, ABC Ltd. purchased machinery for Rs.200000/-. In the same year on 1<sup>st</sup> Oct 2014, another machinery was purchased for Rs.100000/- On 1<sup>st</sup> Aug 2016, Machinery costing 200000/- was sold for 150000/- and Company charge fixed installment method of Depreciation @10% on Cost. Prepare Machinery Account and Depreciation Account in the books of ABC Ltd. 15 M

**OR**

**Q.3.** Prepare Stock Valuation Statement on the basis of FIFO method and Weighted Average Method. 15 M

Date		Purchases		Sales
		(Units)	Rate	(Units)
2015				
March	1	600	4	-
	4	-	-	300
	5	300	2.00	-
	10	-	-	200
	18	200	4.50	-
	23	-	-	400
	29	450	5.00	-
	31	-	-	300

**Q.4.a)** On 1<sup>st</sup> Jan 2011, P.K. Ltd. purchased from delivery van on hire purchase for Rs.40,000. P.K. Ltd paid 10,000 as down payment and remaining amount in 3 equal installments along with interest of 5% p.a. for 3 year. Prepare necessary accounts under Hire purchase system. 8 M

**Q.4.b)** From following particulars prepare Manufacturing Account for the year ended 31<sup>st</sup> March 2018. 7 M

Particulars	Rs.	Particulars	Rs.
Opening Stock		Carriage	4000
Raw Material	12000	Royalty on Production	2000
WIP	8000	Fuel & Power	6000
Finished Goods	9000	Carriage Outward	1000
Purchased of RM	80000	Closing Stock	
Direct Wages	18000	Raw Material	6000
Indirect Wages	10000	WIP	2500
Sales	250000	Finished Goods	4000
Depreciation	4000		

**OR**

**Q.4.** From following Trial Balance of Deep Enterprises. Prepare Manufacturing Account, Trading Account and Profit / Loss A/c; Balance Sheet for year ended 31<sup>st</sup> Dec 2018. 15 M

**V220NFA19**

Particulars	(Rs.) Dr	Cr	Particulars	Dr	(Rs.) Cr
Opening Stock			Printing	5200	
Raw Material	250000		Bank Charges	2500	
WIP	80000		Travelling Exps.	10000	
Finished Goods	220000		Discount	3300	
Purchases	215000		Sales Return	11000	
Building	150000		Advertisement	5500	
Plant	360000		Sales	-	780000
Furniture	40000		Capital	-	850000
Goodwill	30000		Creditors	-	52000
Wages	83000		Debtors	82500	-
Factory Exps.	4000		Discount	-	2500
Motive Power	9000		Misc. Exps.	5500	-
Insurance	5000		Bills Payable	-	34000
Salary to staff	11000		Bills Receivable	16000	-
Office Rent	10500		Corporation Bank	98000	
Carriage Inward	2500		Cash Balance	9000	

Additional Information

- 1) Closing Stock  
Raw Material 85000, WIP – 30000, finished goods is 205000
- 2) Factory taxes prepaid 2000/-
- 3) Depreciate Furniture @10%; Plant @15%; Building 5%

- Q.5.** a) Define Accounting and Explain Principles of Accounting.  
b) Write short note on Types of Cash Book.

**7 M**

**8 M**

**OR**

- Q.5.** Short Notes. (Any 3)
- 1) IFRS
  - 2) Capital V/s Revenue Expenditure
  - 3) Reducing Balance Method
  - 4) Valuation of Goodwill
  - 5) FIFO Method

**15 M**

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