

Seat Number: - \_\_\_\_\_

Duration:- 03:00 Hours

22103424

Maximum Marks:100

Note: 1) All Questions are compulsory.

2) Figures to the right indicate full marks.

**Q1. A. Select appropriate word: (Any Ten) (CO1- R) (10M)**

1. ----- is prepared in single entry to find out credit purchases  
a) Debtors account    b) Cash and bank account    c) Creditors account    d) Closing stock
2. Fire insurance cover a risk due to -----  
a) Fire    b) Flood    c) Earthquake    d) Accident
3. Credit balance of consignment account shows  
a) Profit on consignment    b) Loss on consignment  
c) Balance with consignee    d) Balance with consignor
4. The stock which is rescued from fire is \_\_\_\_\_.  
a) Scrap    b) defectives.    c) salvaged stock.    d) Claim
5. If the consignee gets -----, he will bear bad debts.  
a) Commission    b) Del credere commission    c) Discount    d) Normal Commission
6. claims to be lodged with insurance company is  
a) Stock on the date of fire + salvage    b) Stock on the date of fire – salvage  
c) Policy amount – salvage    d) Policy + salvage
7. Debtors account is prepared to find out  
a) Cash sales    b) Credit sales    c) Cash purchases    d) Credit purchases
8. Stock reserve in relation to opening stock is shown on  
a) Debit side of Branch A/c.    b) Credit side of Branch A/c.  
c) Debit side of P&L A/c.    d) Credit side of P&L A/c
9. Cash remitted to branch is debited to  
a) Branch account    b) HO account    c) Branch Debtors    d) Branch Stock
10. The statement sent by the consignee to the consignor is called as  
a) Proforma invoice    b) Account sale    c) Cash memo    d) Credit memo
11. The relationship between consignor and consignee is that of  
a) Principal and agent    b) Debtors and creditor    c) Buyer and seller    d) Owner and servant
12. The person to whom goods are sent for sale is called as  
a) Consignee    b) Consignor    c) Buyer    d) Seller

**Q.1.B. State whether the following statements are True or False. (Any Ten) (CO1-R) (10M)**

1. Consignee is an agent.
2. The Creditor's account gives credit purchases made during the year.
3. Loading on opening or closing stock is called a Stock Reserve.
4. Average clause has no effect on calculation of claim.
5. Discount allowed to customers is not recorded in the Branch account.
6. Invoice price is always higher than the cost price.
7. Balance in Goods sent to Branch Account is transferred to debit of trading account
8. Rate of gross profit need not be consistent for deciding the stock on the date of fire.
9. Under single entry, cash account is maintained with receipt and payments.
10. Memorandum Trading Account is prepared to find out credit sales.
11. Memorandum Trading Account is prepared to ascertain the amount of salvage.
12. The Single Entry system is followed by small sized organizations.

**Q.2.** Pratiksha and co. of Kalyan have a branch at Madras. Goods are sent by the head office at invoice price which is at the profit of 25% on cost price. All expenses of the branch are paid by the head office. From the following in particular, prepare Branch accounts in Head Office books: When goods are shown at invoice price. **(CO1- A, A, E) (20M)**

Balance	Opening (Rs.)	Closing (Rs.)
Stock at invoice price	11,000	Rs.13,000
Debtors	1,700	2,000
Petty Cash	100	25

Goods sent to branch at Invoice price Rs.20,000

Expenses made by head office: -Rent Rs.600, Wages Rs.2,000, Salaries Rs.900

Goods Return by Branch at Invoice price Rs.400.

Remittances made to Head Office: - Cash Sales Rs.2,650.

- Cash collection from Debtors Rs.21,000

**OR**

**Q.2.** On 15<sup>th</sup> January, 2024 James & co. of Nagpur sent to Goods Goyal & co. of Gujrat 400 bicycles at an invoice price of Rs.100 per bicycles to be sold on commission. Freight and insurance were Rs.600 Account sale was received from consignees as follows:

15<sup>th</sup> March -100 bicycles were sold @ Rs.145 on which 5% commission and Rs.375 for expenses were deducted.

10<sup>th</sup> April - 150 bicycles were sold @Rs.145 on which 5% commission and Rs.290 for expenses were deducted.

From the above information prepare a consignment account in the book of James & co. and close it on 10<sup>th</sup> April,2024 **keeping in mind that no sales were made afterwards.** Also show accounts in the books of Goyal & co.

**(CO1- A, A, E) (20M)**

**Q.3.** A fire occurred in the premises of M/S Sai Kishore on 15.10.2024. From the following particulars ascertain the loss of stock and **prepare a statement of claim to be lodged with the insurance company.**

Particular	Amount
Stock on 31.3.2022	1,98,000
Stock on 31.3.2023	2,42,000
Purchase for 2018-2023	6,40,000
Sales for 2018-2023	8,00,000
Purchase from 1.4.2019 to 15.10.2024	6,00,000
Sales from 1.4.2019 to 15.10.2024	7,58,000

The stock on 31<sup>st</sup> March, 2022 was valued at 90% of cost price and 31<sup>st</sup> March, 2023 was valued at 10% above cost. Salvage was Rs.35, 000 the amount policy was Rs.2, 00,000. The claim was subject to the average clause.

**(CO1-A, A, E) (20M)**

**OR**

**Q.3.** A fire occurred in the business premises of M/S Patang and company on 16<sup>th</sup> October 2024. From the following particulars ascertain the loss of stock and **prepare a claim for insurance.**

Particular	Amount
Stock on 1-4-2023	68,000
Purchase from 1-1-2023 to 31-12-2023	2,44,000
Sales from 1-1-2023 to 31-12-2023	3,60,000
Stock on 31-12-2023	60,000
Purchase from 1-1-2024 to 16-10-2024	2,94,000
Sales from 1-1-2024 to 16-10-2024	3,00,000

The stock salvaged was worth Rs.36,000. The amount of policy was Rs.1,26,000. There was an average clause in the policy.

**(CO1-A, A, E,) (20M)**

**Q.4.** Following are given:

1. Balance sheet on Sanjay on 1<sup>st</sup> January,2024.
2. Cash Book for cash receipts and cash payments during the year.
3. Summary of other transactions of 2024.

**Balance sheet as at January 2024**

Liabilities	Amount	Assets	Amount
-------------	--------	--------	--------

Bills Payable	800	Cash at Bank	1,950
Creditors	1,800	Bill Receivable	750
Capital	10,100	Debtors	2,000
		Stock	3,000
		Plant and Machinery	2,000
		Land and Building	3,000
	<b>12,700</b>		<b>12,700</b>

**Cash Book of the year 2024**

Receipts	Amount	Payments	Amount
To Balance	1,950	By Salaries	600
To Debtors	13,500	By Wages	740
To Bills Receivable	4,500	By Bills Payable	3,660
		By Creditors	7,350
		By Office Expenses	400
		By Sanys's Drawings	1,500
		By Balance c/d	5,700
	<b>19,950</b>		<b>19,950</b>

Summary of other transaction during the year 2024:

Purchase Rs.15,000, Sales Rs.19,000, Discount allowed to debtors Rs.100, Bill Receivable during the year Rs.4,550, Bill payable given during the year Rs.7,750, Stock on 31-12-2024 Rs.3,500. Depreciate plant and machinery by Rs.200 and land and building Rs.150.

Prepare Trading and Profit and Loss Account and Balance Sheet for 2024.

**(CO1- A, A, E) (20M)**

**OR**

**Q.4.** Mr. Sameer commenced business as a Cloth Merchant on 1<sup>st</sup> January, 2024, with a capital of Rs.2, 000. On the same day, he purchased furniture for cash Rs.600. The books are maintained by Single entry. From the following particulars (i) Calculate the cash on hand as on 31-12-2024. (ii) Prepare a Trading A/c. & P&L a/c. for the year ending 31<sup>st</sup> December 2024 and (iii) Balance sheet as on that date:

Particulars	Amount (Rs.)
Sales (including cash sales of Rs.1,400)	3,400
Purchases (including cash purchases of Rs.800)	3,000
Sameer's drawings	240
Salaries to staff	400
Bad debts written off	100
Business Expenses	140
Stock of goods on 31-12-2024	1,300
Sundry debtors on 31-12-2024	1,040
Sundry creditors on 31-12-2024	720

Mr. Sameer took cloth costing Rs.100 from the shop for private use and paid Rs.40 cash to his son, but omitted to record these transactions in his books.

Provide depreciation on furniture at 10% p.a.

**(CO1-A, A, E,) (20M)**

**Q.5.A.** Distinguish between Consignment and Sale.

**(CO1- , U, A) (10M)**

**Q.5.B.** What do you mean by Single Entry System? Enumerate its drawbacks.

**(CO1-U, A) (10 M)**

**OR**

**Q.5.** Write short note (Any 4):

**(CO-1, -U, A) (20M)**

- Distinguish between ordinary Commission and Del-credere Commission
- Explain how to calculate claim when records are available
- Distinguish Between Single Entry and Double Entry
- Types of Branche

e) Specimen of Account Sales