

31. Mr. K.K Nair keeps his books by Single Entry. On December 31<sup>st</sup> 2010 & 2011 his financial position was as under:

Particulars	31-12-2010	31-12-2011
Cash in hand	450	850
Cash at bank	2700	3500
Stock	13950	11400
Debtors	12500	11500
P/M	13000	16000
Furniture	1770	1500
Creditors	14600	14200

During the year he has brought in additional capital Rs 8000 into his business and withdrawn Rs 500 at the end of each month. Ascertain Profit or Loss for the year ending 31-12-2011 and prepare a Statement of Affairs as on that date after providing 5% depreciation on P/M, 10% on Furniture and a reserve of 5% for bad & doubtful debts.

(2 x 15 = 30 Marks)

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(Pages: 4)

Name.....

Reg. No.....

**SECOND SEMESTER B.Com. / B.B.A. DEGREE EXAMINATION, APRIL 2019**

(CUCBCSS – UG)

Commerce - Core Course

**CC15U BC2 B02 / CC15U BB2 B02 – FINANCIAL ACCOUNTING**

(BBA 2015 Admission onwards - Regular/Supplementary/Improvement and

B Com 2015 Admissions only - Supplementary/Improvement)

Time: Three Hours

Maximum: 80 Marks

**Part A**

Answer *all* questions. Each question carries 1 mark.

I. Choose the correct answer

- is a Current Asset  
(a) Land (b) Building (c) Furniture (d) Cash
- Life Insurance Premium of Proprietor paid from business is debited to -----.  
(a) Insurance Premium (b) Drawings  
(c) Establishment charges (d) LIC account
- Receipts and Payments Account is a -----.  
(a) Real (b) Nominal (c) Personal (d) Special
- The cash received from debtors can be obtained from -----.  
(a) Total debtors a/c (b) Statement of affairs  
(c) Cash Book (d) Both a & c
- The excess of Hire purchase price over Cash price is treated as -----.  
(a) Interest (b) Profit (c) Discount (d) Rebate

II. Fill in the Blanks

- Cash remitted by branch to H.O but not received by H.O is called -----.
- The two revenue earnings of a hotel are food and beverages and -----.
- Profit on purchase of business is ----- receipt
- International accounting Standards are formulated by -----.
- Accounts from Incomplete records are also known as -----.

(10 x 1=10 Marks)

**Part B**

Answer any *eight* questions. Each question carries 2 marks.

- What is Bed Occupancy Rate?
- What is an Independent Branch?
- What is Inter Departmental Transfer?
- What is Cash Price?

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**Turn Over**

15. What is Conversion method under accounting from incomplete records?
16. What is Life Membership Fees?
17. What is Deferred Revenue Expenditure?
18. What is meant by Revenue Expenditure?
19. What are Accounting Standards?
20. What is Hire Purchase Trading Account? When is it prepared?

(8 x 2 = 16 Marks)

**Part C**

Answer any *six* questions. Each question carries 4 marks.

21. What are the differences between Hire Purchase System and Instalment System?
22. What are the objectives of Accounting Standard Board?
23. What is Visitors Ledger? How is it prepared?
24. A five star hotel in Delhi has 660 rooms in all out of which 52 rooms are used for operational purposes and 8 rooms are used by the staff. If 480 rooms are occupied by guests on 15<sup>th</sup> March 2016, Calculate Room Occupancy Rate?

25. Krishna Brothers Palakkad opened a branch at Calicut on 1-4-2016. The following details are available for the year ended 31-3-2017.

Goods sent to branch	Rs 86000
Goods returned by Branch	Rs 1000
Cash Sales	Rs 147800
Expenses of branch met by H.O	Rs 4700
Stock at branch on 31-3-2017	Rs 14800

Prepare Branch A/c to ascertain Branch Net Profit

26. The following purchases are made by a business having 3 departments

A 2000 units, B 3000 units, C 4000 units .The total purchase cost is Rs 306400.

Opening Stock: A 100 units, B 120 units, C 160 units

Sales A - 1800 units @ Rs 40 per unit

B - 2920 units @ Rs 45 per unit

C - 3800 units @ Rs 42 per unit

Rate of Gross profit is the same in each case. Prepare Departmental Trading Account.

27. As per a hire purchase agreement, Rs 100000 is payable down, Rs 70000 at the end of first year, Rs 60000 at the end of second year and Rs 60000 at the end of third year. Rate of Interest is 20% p.a. Compute Cash Price

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28. From the following information, calculate Total Purchases.

Opening balance of creditors	Rs. 8000
Cash paid to creditors during the year	Rs. 35200
Discount received from creditors	Rs. 1400
Bills payable issued to creditors	Rs. 2600
Bills payable dishonoured	Rs. 800
Closing balance of creditors	Rs. 5400
Return Outwards	Rs. 650
Cash purchases during the year as per cash book	Rs. 12800

(6 x 4 = 24 Marks)

**Part D**

Answer any *two* questions. Each question carries 15 marks.

29. Briefly explain the objectives, advantages and limitations of Accounting Standards?

30. From the following Trial balance of Mr. Sanker, prepare Trading & P/L a/c and a

Balance sheet

Debit Balances	Amount	Credit Balance	Amount
Purchases	16000	Sales	30000
Discount	1300	Capital	10655
Wages	6500	Bank Overdraft	3000
Opening stock	2000	Creditors	2100
Salaries	2520		
Carriage Inward	325		
Carriage Outward	500		
Insurance	150		
Rent	500		
Sundry expenses	160		
Cash	2750		
Building	4000		
Machinery	5800		
Debtors	3250		
<b>Total</b>	<b>45755</b>	<b>Total</b>	<b>45755</b>

- Rent due Rs 30
- Insurance Prepaid Rs 20
- Depreciate Machinery by 10%
- Provision required for bad debts Rs 500
- Closing stock Rs 6000.

(3)

**Turn Over**