

30. A Ltd company was incorporated with an authorized capital capital of ₹ 2 lakhs divided in to 20,000 equity shares of ₹ 10 each. The company issued 10,000 equity shares at a premium of ₹ 2 per share payable as to ₹ 2 on application, ₹ 5 (including premium) on allotment, ₹ 3 on first call and ₹ 2 on final call. Applications were received for 15,000 shares. The director made the allotment as follows:

The applicants of 3000 shares, the allotment were refused and to the remaining allotment was made on prorata basis. Money paid in excess on application was adjusted towards the sum due on allotment. All the shareholders except that of the following paid the above calls on due dates. Shankar. a shareholder, to whom 200 shares were allotted failed to pay the allotment money and on his subsequent failure to pay the first call money, his shares were forfeited. The forfeited shares were reissued to Shekhar as fully paid for ₹ 9 per share. Give necessary journal entries and cash book to record these transactions.

31. The following is the Trial Balance of Raj Cement Co. Ltd. on 31-03-2020:

Debit balances	Amount	Credit Balances	Amount
Stock (1-4-2019)	75,000	Sales	3,50,000
Purchases	2,45,000	Profit and loss statements (31-03-2019)	15,030
Wages	50,000	Share capital (10000 equity share@₹ 10)	1,00,000
Furniture and Fittings	17,000	Sundry creditors	17,500
Salaries	7,500	Reserve fund	15,500
Rent	4,950	Discount received	5,000
Sundry expenses	7,050		
Dividend paid	9,000		
Debtors	37,500		
Machinery	29,000		
Cash in hand	10,200		
Cash at bank	6,000		
Patents and Trade mark	4,830		
	5,03,030		5,03,030

Adjustments:

- (1) Stock on 31-3-2020 was worth ₹ 82,000
- (2) Depreciate fixed asset at 10%
- (3) Make provision for income tax at the rate of 50%.

Prepare statement of Profit and Loss for the year ended 31-3-2020 and the balance sheet as on that date in the Ind AS 1 form.

(2 × 15 = 30 Marks)

23U251

(Pages: 4)

Name:

Reg. No:

SECOND SEMESTER B.Com. PROFESSIONAL DEGREE EXAMINATION, APRIL 2024

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

CC17U BCP2 B04 – FINANCIAL ACCOUNTING

(Core Course)

(2017 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

Part A

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

(A) Choose Correct Answer:

1. As per Ind AS 115, a promise to transfer to the customer either goods(s) or service(s) known as
 - a) Agreement
 - b) Contract
 - c) Performance obligation
 - e) Liability
2. Donations received for special purpose will be taken to the
 - a) Income and Expenditure account
 - b) Receipts and Payments account
 - c) Liability side of balance sheet
 - d) Assets side of the balance sheet
3. The amount of opening stock can be ascertained by preparing
 - a) Memorandum trading account
 - b) Total creditors account
 - c) Opening statement of affair
 - d) None of these
4. If the rate of gross profit is 20% on cost of goods sold and the sales are 100000, the amount of gross profit will be
 - a) 20,000
 - b) 25,000
 - c) 16,667
 - d) 14,333

(B) Fill in the blanks:

5. is the price at which goods or services would be sold separately to a customer.
6. The capital in the beginning of the accounting year can be ascertained by preparing
7. Receipts and payment account record receipts and payments of nature.
8. Cancellation of shares due to non payment of allotment money or call money is called
9. share is issued by the company to employees or directors for providing know-how
10. is prepared to understand the operational performance of an enterprise during a given period.

(10 × 1 = 10 Marks)

Part B (Short Answer Questions)

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

11. Define accounting standards.
12. What is registered debentures?
13. What is reserve capital?

(1)

Turn Over

14. State the difference between income and expenditure account and receipts and payments account.
15. Explain different method for maintaining books of accounts according to single entry system.
16. What is employees stock option scheme?
17. What is scrip dividend?
18. Gross profit is 25% of sales and the cost of goods sold is ₹1,00,000. Find out the amount of sales.
19. Distinguish between interim dividend and final dividend.
20. What is single entry system?

(8 × 2 = 16 Marks)

Part C (Short Essay Questions)

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

21. From the following details, ascertain the amount of capital as on 1-1-2020

Cash in hand : ₹ 5,000	Plant : ₹ 20,000
Cash at bank : ₹ 10,000	Building : ₹ 30,000
Sundry Creditors : ₹ 15,000	Sundry Debtors : ₹ 20,000
Stock : ₹ 10,000	Bills Payable : ₹ 5,000
22. From the following particulars taken from the Cash book of a Club, Prepare receipts and payments account.

Opening balance:

Cash in hand : ₹ 100	
Cash at bank : ₹ 500	

Receipts:

Subscriptions : ₹ 3,300	
Donations : ₹ 260	

Payments:

Investment purchased : ₹ 1,000	
Rent Paid : ₹ 400	
Postage and Stationary : ₹ 70	
Sundry Expenses : ₹ 30	
Closing cash balance : ₹ 20	
23. What is security premium reserve? State the purpose for which the balance in security premium can be utilized.
24. Give journal entries for the forfeiture and the reissue of shares:
X Ltd. forfeited 20 shares of ₹ 10 each, ₹ 7 called up, on which M had paid application and allotment money of ₹ 5 per share. Out of these 15 shares were reissued to N as fully paid up for ₹ 6 per share.
25. Explain the meaning and accounting treatment of debentures issued as collateral security?
26. What are the various employees benefits under IAS 19?

27. A Ltd issued 1000, 8% debentures of ₹ 100 each. Write journal entries when debentures are issued (a) at par (b) at 20% premium (c) at 10% discount. Assume the amount is collected in lump sum.
28. Distinguish between single entry and Double entry system.

(6 × 4 = 24 Marks)

Part C (Essay Questions)

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

29. The receipts and payments account of Navakar Football Club for the year ended 31st March 2022, was as under.

Receipts	Amount	Payment	Amount
Balance b/d (1-4-2021)	48,000	Purchase of balls	80,000
Subscription received	2,46,000	Tournament fees	10,000
Interest	2,000	Affiliation fees	2,000
Sale of furniture	10,000	Rent of play ground	5,000
Donation for club building	60,000	Refreshment expenses	4,000
		Travelling expenses	30,000
		Investment purchased at face value	1,00,000
		Salary	12,000
		Miscellaneous expenses	8,000
		Balance c/d (31-3-2022)	1,15,000
	3,66,000		3,66,000

Prepare the club's income and expenditure account for the year ended 31-3-22 and the balance sheet as on that date after taking the following information in to account

- a) The subscription received include ₹ 10,000, outstanding subscription of the year 2020-2021. Subscription for the year 2021-22 amounting to ₹ 16,000 is still outstanding from the members. Some members have paid subscription for the year 2022-23 amounting to ₹ 8000 which is included in the subscription received
- b) Interest accrued but not received ₹ 500
- c) The book value of the furniture sold was ₹ 14,000
- d) The rent of playground ₹ 6,000 and salary ₹ 5,000 of the year 2021-22 are still outstanding and rent of paly ground of the year 2020-21 ₹ 1000 has been paid during this year
- e) There is stock of balls with the club valued at ₹ 4,000 as on 31-3-2022.