

You are also given the following additional information.

- a) Toys are made of end bits of sheets of raw materials used by Tins department. The value of such materials used during the year by Toy department was Rs. 2,000.
- b) Toy making does not require any equipment
- c) Only 1/8 of the total area of building is occupied by Toys department.
31. Eastern traders Delhi, opened a branch at Jaipur, on 01/07/2018. The goods were sent by the head office to the branch invoiced at selling price of the branch which was 125 percentage of the cost price of the head office. Following are the particulars relating to the transactions of Jaipur branch.

Goods sent to branch (at cost to head office)	2,80,800
Sales – Cash	1,25,000
Sales – Credit	1,75,000
Cash collected from debtors	1,56,000
Discount allowed	4,000
Goods returned by debtors to branch	5,000
Spoiled cloth written off at invoice price	500
Cash sent to branch for – Salaries	11,000
Freight outward	6,000
Other expenses	3,000
Stock on 30 th June 2019 at invoice price	55,500

Ascertain the profit or loss for the Jaipur branch for the year ended 30.06.2019 by preparing accounts under stock and debtors' system.

(2 × 15 = 30 Marks)

22U146

(Pages: 3)

Name:

Reg. No:

FIRST SEMESTER B.Com. PROFESSIONAL DEGREE EXAMINATION, NOV. 2022

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

CC17U BCP1 B01 - PRINCIPLES AND PRACTICE OF ACCOUNTING

(Core Course)

(2017 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

PARTA

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

Choose the correct answer:

- Sacrificing ratio: _____
 - New ratio – Old ratio
 - Old ratio
 - Old ratio – New ratio
 - None of these
- Bill receivable account is a _____ account
 - Personal account
 - Nominal account
 - Real account
 - None of these
- Partners current accounts are opened when their capital accounts are:
 - Fixed
 - Fluctuating
 - Fixed and fluctuating
 - None of these
- General reserve at the time of admission of a partner is transferred to:
 - Revaluation account
 - Old partners capital account
 - New partners capital account
 - None of these
- Branch stock account is always prepared at:
 - Cost price
 - Market price
 - Cost or Market price whichever is higher
 - Net realizable value
- Sales book records sales of _____
- GAAP stands for _____
- The process of transferring entries to the ledger is called _____
- The discount given for prompt payment is called _____
- At the time of renewal of a bill, interest account is _____ in the books of drawer.

(10 × 1 = 10 Marks)

PART B (Short answer questions)

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

11. What is IFRS?
12. How will you prepare bank reconciliation statement?
13. What is goodwill?
14. Give the meaning of trial balance?
15. What is installment system?
16. State the meaning of the word endorsement?
17. What do you mean by Joint Venture?
18. What is overriding commission?
19. Describe the independent branch system?
20. What is a partnership deed?

(8 × 2 = 16 Marks)

PART C (Short essay questions)

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

21. State the objectives of financial accounting.
22. Explain any four concepts of accounting.
23. What are the difference between Hire purchase and Installment system?
24. Explain the contents of partnership deed.
25. The following errors were found in the books of a trader for the year ended 31st December 2021.
 - a) Rs. 250 sales to A, had been posted to his account as Rs. 215
 - b) Purchase of Rs. 350, office typewriter had been posted to purchases account.
 - c) The return inward book, a total of Rs.787 had been carried forward as Rs.878.
 - d) The sales journal had been over added by Rs.70.

Pass necessary rectification entries.

26. A and B are partners in a firm having capitals of Rs.80000 each. A and B are entitled to a salary of Rs.3,000 and 6,000 per month respectively. A is entitled to receive 10% commission on net profit before charging any commission. Net profit before charging commission during the year was Rs. 90,000. Show the distribution of profit among partners if their profit sharing ratio is 3:2.
27. Arun and Varun were partners in a joint venture sharing profits and losses in the ratio of 1:1. Arun supplies the goods to the value of 20,000 and incurs expense of Rs. 800. Varun also supplied goods to the value of Rs. 12,000 and spend Rs.500 towards expenses. Varun sells the entire stock on behalf of the joint venture for Rs. 45,000. Varun is also entitled to a commission of 4% on sales. Varun settled his account by remitting a bank draft.

Pass necessary journal entries and ledger accounts in the books of Arun.

28. X purchased a truck on hire purchase system. As per terms, the company is required to pay Rs. 70,000 down, Rs. 53,000 at the end of first year, Rs. 49,000 at the end of second year and Rs. 55,000 at the end of third year. Interest is charged @ 10% p.a. Calculate the cash price of the truck and the interest paid with each installment.

(6 × 4 = 24 Marks)

PART D (Essay Questions)

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

29. Swasthik Ltd. forwarded on 1st January 2019, 100 bicycles to Suvarna & company of Delhi to be sold on behalf of Swasthik Ltd. The cost of one bicycle was Rs. 250, but the invoice price was Rs. 300. Swasthik Ltd spend Rs. 1000 on freight and insurance and received Rs. 10,000 as advance from Suvarna & company. Suvarna & company paid Rs. 500 as octroi, Rs. 400 as rent and Rs. 300 as insurance and by 30th June, 2019 had disposed of 80 bicycles for Rs. 25,000. Suvarna & company is entitled to a commission on sales at 5% on proforma invoice price and 25% on any surplus price realised. Suvarna & company remitted the amount due from them by a bank draft.

You are required to give journal entries to record the above transactions in the books of the consignor and consignee and also writeup the ledger accounts in the books of Swasthik limited.

30. From the following particulars given by M/s. Tins and Toys, prepare a departmental trading and profit and loss account for their two departments, Tin department and Toy department, for the year ended 31st march 2017.

		Rs.
Opening stock	Toys	5,000
	Tins	15,000
Raw materials consumed (Tins)		36,000
Stores consumed		9,000
Wages	Tins	6,000
	Toys	3,000
Advertisement		1,500
Packing expense - Toys		600
Office expense		4,800
Depreciation	Factory Equipment	3,200
	Building	1,600
Sales	Tins	90,000
	Toys	18,000
Closing stock	Toys	6,000
	Tins	12,000

Turn Over