

30. From the following particulars find out the total sales and total purchases for the year ended March 31, 2020.

| Particulars | Amount |
|--|--------|
| Total debtors as on April 1,2019 | 14,750 |
| Total creditors as on April 1,2019 | 8,970 |
| Cash received during the year from debtors | 57,450 |
| Discount allowed | 580 |
| Bad debts written off | 850 |
| Returns inwards | 1,150 |
| Bills received from customers | 9,600 |
| Cash paid to creditors | 29,780 |
| Discount received | 430 |
| Returns to suppliers | 520 |
| Bills payable issued | 6,400 |
| Total debtors on march 31,2020 | 13,890 |
| Total creditors on march31,2020 | 9,450 |
| Cash sales | 52,000 |
| Cash purchases | 38,000 |

31. Explain the procedure for issuing an Accounting Standard. Also explain the need and importance of Global AS.

(2 × 15 = 30 Marks)

(4)

21U245

(Pages: 4)

Name:

Reg. No.....

SECOND SEMESTER B.Com. PROFESSIONAL DEGREE EXAMINATION, APRIL 2022

(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 the correct answer:

- Accounting standards for Impairment of Assets is given in:
(a) Ind AS 36 (b) Ind AS 46 (c) Ind AS 19 (d) Ind AS 28
- The process of converting foreign-subsiary financial statements into the home currency is known as:
(a) Transmission (b) Consolidation (c) Translation (d) Reconstruction.
- IFRS 13:
(a) Share Based Payment (b) Fair Value Measurement
(c) Joint Arrangement (d) Insurance Contract.
- A joint arrangement whereby the parties that have joint controller of the arrangement have rights to the net assets of the arrangement known by -----
(a) Joint operation (b) Joint Venturer (c) Joint Venture (d) Joint arrangement
- The exclusive right granted by government to the inventor of product or process with view to protect the rights of inventor from infringement by others known as;
(a) Trademark (b) Know - how (c) Patent (d) Goodwill

(B) Fill in the blanks:

- The total amount of depreciation to be written off over the life of an asset is equal to the cost of the asset less its -----
- is system for selectively distributing goods or services through outlets owned by retailers.
- Goodwill is ----- assest
- Medicines given to the office staff by a manufacturer of medicine will be debited to -----
- The dividend declared between two annual general meetings known as -----

(10 × 1 = 10 Marks)

(1)

Turn Over

Part B (Short answer questions)

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

11. Distinguish between preliminary expenses and pre - operating expenses.
12. Write a short note on Receipts and Payment accounts.
13. State the objectives of IFRS.
14. Explain the term Contingent asset
15. What is deferred tax?
16. What is securities premium?
17. What are the causes of depreciation?
18. What is amortisation?
19. Compare between terms provision and reserve.
20. What is right issue?

(8 × 2 = 16 Marks)

Part C (Short essay questions)

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

21. Distinguish between sinking fund method and annuity method.
22. Explain the different types of preference shares.
23. Write a short note on sweat equity shares, ESOP and ESPS.
24. Explain the objectives of accounting standards.
25. A Manufacturing concern whose books are closed 31st march, purchased machinery for Rs. 1,50,000 on 1st April 2011. Additional machinery was acquired for Rs. 40,000 on 30th September 2012 and for Rs. 25,000 on 1st April, 2014. Certain machinery, which was purchased for Rs. 40,000 on 30th September 2012, was sold for Rs. 34,000 on 30th September 2014. Give the Machinery account for the year ending 31st march 2015 taking into account depreciation at 10% per annum on the written down value.
26. H ltd was incorporated with a share capital of Rs. 12,00,000 in Rs. 10 shares. The company purchased machinery from X & co for Rs. 6,00,000 payable in fully paid shares of the company. The directors are also decided to allot 2,000 shares credited as fully paid to the promoters for their services. The rest of the shares were issued for cash and were taken up by the public and fully paid for. Give journal entries.

(2)

27. The following figures extracted from Income statement of Sri Ram for the year 2022.
Opening stock - Rs. 20000, Purchase - Rs.81000, Return outward - Rs. 1000, Freight inward - Rs.500, Return inward - Rs.1500, Sales - Rs. 550000, Wages - Rs.7000, Closing stock -Rs. 9500.

Calculate cost of goods sold and Gross profit.

28. Naveen Ltd. issued 100000,10% debentures on 1st, April 2022 @ discount of 5% repayable in annual drawings of Rs. 25000 commencing from 31st March following. The company's year ends on 31st March. Journalise the above transactions for four years ending 31st March 2026, assuming that the company decided to write off Debenture Discount Account during the life of the debentures.

(6 × 4 = 24 Marks)

Part D (Long essay questions)

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

29. New India Ltd was registered with a capital of Rs. 20, 00,000 divided into 2, 00,000 equity shares of Rs.10 each. The company issued 1,00,000 shares at a premium of Rs.2 per share payable as follows:
On application Rs.3 (including Rs.1 premium)
On allotment Rs.4 (including Rs.1premium)
On 1st call Rs.3
On Final call Rs.2
Applications were received for 1,25,000 shares. The company returned application money on 5,000 shares and made pro rata allotment for the rest of the applications. At the time of allotment, one shareholder holding 500 shares failed to pay the instalment. At the time of first call, another shareholder did not pay the first call on 250 shares, while another shareholder holding 300 shares paid the entire balance due on his shares. On the subsequent failure to pay the first call on 500 shares after giving proper notice, these shares were forfeited. These shares were reissued at Rs. 6 per share. At the time of final call, the company did not get the final call money on 250 shares on which allotment money was received. After giving proper notice, these 250 shares were forfeited. Later the co reissued 200 shares at Rs. 7 per share. Journalise the transactions in the books of the company and show the entries in the balance sheet.

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Turn Over