

30. Shyam purchased three washing machine on Hire purchase agreement entered into on 1st January 2016 with Sitaram. The cash price of washing machine is Rs. 28,000 each. Down payment of Rs. 22,500 is made on 1st January 2016 and the first instalment of Rs. 22,500 was also made on 31st December 2016. But instalment due on 31st December 2017 could not be made. Vendor's charge interest @ 5 % p.a. and Shyam depreciates washing machine @ 10 % p.a. Sitaram repossessed two washing machines adjusting the value against the amount due after charging depreciation at 20 % on diminishing balance. Sitaram after spending Rs. 2,000 on its repairs, sold the 2 machines for Rs 40000. Show the necessary ledger accounts in the books of both parties.

31. The following is the trial balance of Mr. A as on 31st December 2022. Prepare final Accounts.

Particulars	Debit	Credit
Drawings and Capital	10,000	90,000
Sundry debtors and Sundry creditors	65,000	80,000
Cash in hand and at bank	13,500	
Interest	2,000	
Opening stock	50,000	
Loan		60,000
Purchase and Sales	1,25,000	1,70,000
Sales returns and Purchase returns	6,000	9,000
Bad debts	3,000	
Land and building	1,00,000	
Discount		2,000
Bills receivable and Bills payable	10,500	12,000
Rent received		3,000
Carriage inward	3,500	
Carriage outward	2,500	
Establishment charges	13,500	
Rent and Tax	9,000	
General expenses	4,500	
Wages	12,000	
Provision for bad debts		4,000
Total	4,30,000	4,30,000

Additional information:

1. Stock on hand on December 31, 2022 is valued at Rs. 65,000
2. Wages outstanding Rs. 1,500
3. Depreciate Land and building at 6%
4. Bad debt provision to be increased by Rs. 2,000
5. Goods costing Rs. 3,000 were lost by fire on 30th December 2022 and insurance Company admitted the claim for Rs. 2,500 only.

(2 × 15 = 30 Marks)

(4)

23U148

(Pages: 4)

Name:

Reg. No:

FIRST SEMESTER B.Com. PROFESSIONAL DEGREE EXAMINATION, NOV. 2023

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

CC17U BCP1 B01 – PRINCIPLES AND PRACTICE OF ACCOUNTING

(Core Course)

(2017 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

Part A

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

- 1 Furniture purchased by a dealer of textile goods is -----
 (a) Debited to purchase a/c (b) Debited to furniture a/c
 (c) Credited to furniture a/c (d) Credited to purchases a/c
- 2 Mr Rao purchased machinery for Rs 800000 and paid Rs 80000 for its transportation. The amount to be capitalised is -----
 (a) Rs. 7,20,000 (b) Rs. 8,00,000 (c) Rs. 80,000 (d) Rs. 8,80,000
- 3 When the proprietor took goods from business for domestic use, it is shown as a deduction from -----
 (a) Purchases (b) Drawings (c) Sales (d) Closing stock
- 4 In the case of dependent branch, the branch a/c prepared by HO to ascertain branch profit is in the nature of -----
 (a) Nominal a/c (b) Real a/c (c) Personal a/c (d) None of these
- 5 Mr A received a bill of Rs 5000 from Mr B on 1st January 2022. Determine the date on which the bill will be matured if time period is of 3 months
 (a) 31st March 2022 (b) 1st April 2022 (c) 3rd April 2022 (d) 4th April 2022

Fill in the blanks:

6. The risk of stock on consignment lies with -----
7. When a good will account is raised, the credit is given to the old partner's capital account in - ----- ratio.
8. Under hire purchase system the ownership of the asset vest with the -----
9. Lighting expenses of the department is apportioned on the basis of -----
10. The customers account is ----- when he withdraws the amount from bank.

(10 × 1 = 10 Marks)

Part B

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

11. What is Going concern Concept?
12. Who are the parties in a bill of exchange?
13. What are the objectives of preparing Trial balance?

(1)

Turn Over

14. What is Down Payment?
15. What is Inter Departmental transfer?
16. Explain Goods in Transit and Cash in Transit.
17. What is del credere commission?
18. Write the proforma of Trading Account.
19. What is bank Reconciliation Statement?
20. A and B are partners sharing profits in the ratio 3:1. C is admitted into partnership for 1/8 th profits. Calculate Sacrificing and new profit sharing ratio.

(8 × 2 = 16 Marks)

Part CAnswer any *six* questions. Each question carries 4 marks.

21. Enumerate the differences between Bill of Exchange and Promissory Note.
22. Explain the important terms in Hire Purchase agreement.
23. A and B were partners in a joint venture sharing profits and losses in the proportion of 4/5 and 1/5 respectively. A supplies goods to the value of Rs. 50,000 and incurs expenses amounting to Rs. 5,400. B supplies goods to the value of Rs. 14,000 and his expenses amounted to Rs. 800. B sells goods on behalf of joint venture and realises Rs. 92,000. B is entitled to a commission of 5 percent on sales. B settles his account by bank draft. Give necessary ledger accounts in the books of A.
24. Distinguish between consignment and sale.
25. On March 15, 2017 Ramesh sold goods for Rs. 8,000 to Deepak on credit. Deepak accepted a bill of exchange drawn upon him by Ramesh payable after three months. On April 15 Ramesh endorsed the bill in favour of his creditor Poonam in full settlement of her debt of Rs. 8,250. On May 15, Poonam discounted the bill with her bank @ 12% p.a. On the due date, Deepak met the bill. Record the necessary journal entries in the books of Ramesh, Deepak and Poonam.
26. Prepare Bank Reconciliation Statement as on 31st March 2023.
 - a. On 31st March 2023, the Bank Pass Book showed a credit of Rs. 15,000.
 - b. Before that date, she had issued cheques amounting to Rs. 8,000 out of which cheques of Rs. 3,200 were presented for payment till 31st March 2023.
 - c. A cheque of Rs. 2,200 deposited by her into the bank on 28th March 2023 is not yet credited in the bank pass book.
 - d. She had also received a cheque of Rs. 500 which although entered by her in the bank column of cash book was omitted to be paid into the bank.
 - e. On 30th March 2023, a cheque of Rs. 1,570 received by her was paid into bank but the same was omitted to be recorded in cash book.
 - f. There was a credit of Rs. 150 for interest on current account and a debit of Rs. 25 for bank charges.
27. Give Journal entries to rectify the following errors using Suspense account where necessary.
 - a. Goods of the value of Rs. 2,000 returned by Mr. Gupta was entered in the sales book and posted there from to the credit of his account

- b. Goods worth Rs. 1,500 bought by the proprietor for his personal use without any payment being made as yet, was wrongly entered in the purchase book
- c. A cheque for Rs. 500 received from Ashok was dishonoured and has been posted to the debit of sales return account
- d. The total of one page of sales book was carried forward to the next page as Rs. 680 instead of Rs. 860

28. The following details are given for Department X and Prepare Departmental Trading P/L account and General P/L account after considering the following adjustments:

1. Closing stock of Dept X Rs. 65,000 and Dept Y Rs. 48,000
2. Provide depreciation @ 10% on Plant and machinery
3. Apportion salary equally between departments X and Y
4. Divide office expenses in the ratio of sales.

	X (Rs.)	Y (Rs.)
Opening stock	80,000	62,000
Wages	40,000	20,000
Sales	3,00,000	4,00,000
Purchases	1,30,000	1,72,000
Salary	Rs. 12,000	
Office expenses	Rs. 35,000	
General expenses	Rs. 53,000	

(6 × 4 = 24 Marks)

Part DAnswer any *two* questions. Each question carries 15 marks.

29. 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.