



KA-2524

First Year B. Com. (Sem. I) (Honours) Examination
October/November – 2012

CC - 105 - B : Financial Accounting (COMP.) :
Paper - I

Time : 3 Hours]

[Total Marks : 70

Instruction :

નીચે દર્શાવેલ નિશાનીવાળી વિગતો ઉત્તરવહી પર અવશ્ય લખવી.
Fillup strictly the details of signs on your answer book.

Name of the Examination :
First Year B. Com. (Sem. 1) (Honours)

Name of the Subject :
CC - 105 - B : Financial Accounting (COMP.) - 1

Subject Code No. : **2 5 2 4** Section No. (1, 2,.....) : **NIL**

Seat No. :

Student's Signature

- 1 From the following trial of Mr. Jeet Desai on 31/3/12 14
prepare trading A/c. Profit and Loss Account and Balance
Sheet.

<i>Debit Balances</i>	<i>Rs.</i>	<i>Credit Balances</i>	<i>Rs.</i>
Opening Stock	15,500	Capital	60,000
Land and Building	35,000	Loan from Mrs. Desai @ 9%	30,000
Machinery	50,000	Creditors	9,600
Furniture	5,000	Purchase returns	2,100
Purchases	1,06,000	Sales	2,07,300
Salaries	11,000	Discount	1,200
General Exp.	2,500		
Rent	3,000		
Postage	1,400		
Stationery	1,300		
Wages	26,000		
Freight on Purchases	2,800		
Carriage outward	4,000		
Repairs	4,500		
Debtors	30,000		

Bad Debts	600		
Cash in hand	100		
Cash at bank	6,400		
Sales returns	5,100		
	3,10,200		3,10,200

Adjustments :

- (i) Wages for March 2012 Rs. 2,100 have not yet been paid
 - (ii) Insurance premium of Rs. 600 is prepaid and is included in general expense.
 - (iii) A provision @ 5% is necessary for doubtful debts.
 - (iv) Depreciate land and building at 2%, machinery at 10% and Furniture at 15% p.a.
 - (v) The loan from Mrs. Desai was taken on 1st October 2011. Interest is outstanding.
 - (vi) The value of stock on 31st March 2012 was Rs. 14,900.
- 2 (a) The following balance have been taken from the ledger of Chaitali as on 31.12.11 are given below. Prepare a trial balance. 7

	<i>Rs.</i>		<i>Rs.</i>
Capital	22,500	Loose tools	300
Salary	5,500	Bank Interest	2,000
Sales	27,500	Goods return-credit	100
Purchases	30,000	Bank loan	12,500
P.F. Investments	11,500	Bad debts recovered	600
Bills Payable	12,500	Interest paid in advance	1,000
Contribution to P.F.	3,500	Vehicles	11,500
Provident Fund	12,000	Opening Stock	10,000
Apprentice Premium	2,000	Stationery-Printing	2,000
Railway Freight	1,000	Goods return - Debit	300
Donations	1,000	Carriage outward	2,500
Patents and Trademark	9,000	Carriage Inward	2,000
Dividend	1,100		
Commission received	900		
Goods given as charity	1,000		

- (b) Pass journal entries for the business transactions of "Krisha Stores" started by Shri Umang Desai. 7
- (i) Started business by bringing in cash Rs. 30,000, stock of goods Rs. 10,000, Debtors Rs. 15,000 and creditors Rs. 5,000
 - (ii) Opened an account with Bank of India by depositing cash Rs. 20,000

- (iii) Purchased goods of Rs. 10,000 from Amul at 10% trade discount and 10% cash discount. Paid half the amount by cheque.
- (iv) Purchased furniture of Rs. 12,000 from "Jayshree Steel" on credit. Paid cartage Rs. 80 in cash
- (v) Goods of Rs. 200 being defective were returned to Amul.
- (vi) Purchased goods of Rs. 2,000 for cash.
- (vii) Purchased balance and weights of Rs. 300.
- (viii) Sold goods of Rs. 12,000 to Rajeshwari at 10% trade and 10% cash discount. Received cheque for half the amount.
- (ix) Sold goods of Rs. 15,000 to Rajendra at 10% trade and 10% cash discount for cash.
- (x) Withdrew goods of Rs. 300 and cash Rs. 200 for household use.
- (xi) Paid Rs. 200 for purchase of plastic bags for packing.
- (xii) Paid cash Rs. 300 as office rent and Rs. 200 as house rent.
- (xiii) There was a bad debt of Rs. 300 of the total amount receivable from Rajeshwari.
- (xiv) Since there was a need for additional funds a loan of Rs. 20,000 was borrowed from Mayank at 12% interest.

- 3 (a) From the following information prepare 10
- (i) Debtors ledger adjustment account in general ledger
 - (ii) General ledger adjustment account in Debtor's ledger.

	<i>Rs.</i>
Opening balance of sundry Debtors	40,000 (Dr.)
	2,000 (Cr.)
Cash and cheque receipts	1,60,000
Credit sales as per sales day book	2,00,000
Discount allowed	6,000
Returns inward	4,000
Bad debts	3,000
Bills receivables received	20,000
Bills receivables discounted	2,000
Provision for Bad debts	2,000
Closing credit balance of sundry debtors	6,000
Transfer from debtors ledger to creditors ledger ...	1,000
Transfer from creditors ledger to debtors ledger	1,200

- (b) From the following transactions prepare purchase book 4
in the books of "Desai Stores".
- (i) Purchased goods of Rs. 10,000 from Chirag Stores on two month's credit. Trade discount 10%, sales tax 5%, railway freight Rs. 150 and Carriage Rs. 40.
 - (ii) Purchased goods of Rs. 5,000 from Shilpa trading company at 10% trade discount and 5% cash discount. Sales tax 5%, Carriage Rs. 50, Railway freight Rs. 30.
 - (iii) Purchased goods of Rs. 8,000 from Maulik Stores at 10% trade discount. Amount was paid immediately. Cash memo included sales tax at 5%.
 - (iv) Purchased goods of Rs. 3,000 from Janki Stores. Sales tax 5% carriage Rs. 50. Half the amount was paid.
 - (v) Placed an order with Jayesh Stores to supply goods of Rs. 10,000 at 5% trade discount.
 - (vi) Jayesh Stores supplied goods as per order and charged sales tax at 5% and railway freight of Rs. 150.
 - (vii) Purchased a machine of Rs. 15,000 from Dipa Stores on one month credit. Paid carriage Rs. 500.
- 4 (a) Mayur purchased a machinery costing Rs. 90,000 on 10
1.4.09, installation cost amounted to Rs. 10,000
On 1.10.09 another machine costing Rs. 56,000 was purchased
its installation cost amounted to Rs. 4,000.
On 1.7.10 one more machine costing Rs. 36,000 was installed.
On 1.7.11, 1/4th of the machine purchased on 1.4.09 was sold
for Rs. 10,000. Machines are liable for depreciation as per
straight line method. Accounting year finishes on 31st
December.
Prepare machinery account for 2009, 2010 and 2011
assuming that rate of depreciation is 10% p.a.
- (b) Discuss types of errors with examples. 4
- 5 Write short notes : (any two) 14
- (i) Dual aspect concept
 - (ii) Advantages of accounting
 - (iii) Capital receipts and revenue incomes
 - (iv) Manufacturing Account.