

B.Com. Part-I (Semester-I) Examination
COMMERCE
(Advanced Accountancy)

Time : Three Hours]

[Maximum Marks : 80

Note :— (1) There are **three** sections (A,B and C).(2) Section **A-20** marks, Section **B-20** marks, Section **C-40** marks.

(3) All questions are compulsory.

(4) Section **B** and section **C** comprises of short and long questions respectively, one each from respective unit having internal choice from the same unit.

(5) Show necessary working notes wherever necessary.

SECTION—A

Choose an appropriate option :

1. Receipt is issued for.....

(a) Cash sale	(b) Cash received
(c) Goods received	(d) Cash paid
2. Totalling of Journal or ledger is called as :

(a) Posting	(b) Casting
(c) Folio	(d) Bad debts
3. A commodity in which a trader deals is known as :

(a) Property	(b) Expenditure
(c) Goods	(d) Income
4. Paid Salary to Sumit should be debited to :

(a) Salary A/c	(b) Cash A/c
(c) Sumit A/c	(d) Bank A/c
5. Direct deposit made by customer into our bank is recorded on the _____ side of the cash book.

(a) Payment	(b) Credit
(c) Receipt	(d) Both
6. A fixed amount is deposited for a fixed period in _____ deposit account.

(a) Recurring	(b) Current
(c) Saving	(d) Fixed

7. Sales Book is kept to record :
- (a) For all Credit sales (b) For all Cash sales
(c) Return of Good (d) Sales Return
8. Returns Inward Book makes a record of :
- (a) Credit sales (b) Goods returned by customers
(c) Good Suppliers (d) All credit purchase
9. A list of balances of all the accounts in ledger is called :
- (a) Profit and Loss A/c (b) Trial Balance
(c) Balance Sheet (d) Trading A/c
10. Drawing account is closed by transferring the balance to the _____ account.
- (a) Capital (b) Assets
(c) Liabilities (d) Drawing
11. Outstanding expenses is a _____ account.
- (a) None-of them (b) Nominal
(c) Real (d) Personal
12. Pre-received income is shown on _____ side of Balance Sheet.
- (a) Liabilities (b) Assets
(c) Debit (d) Credit
13. The amount realised at the end of working life of an asset :
- (a) Market price (b) Original cost
(c) Straight line method (d) Residual value
14. Depreciation = $\frac{\text{Cost of the Asset} + \text{Installation charges} - \text{Scrap value}}{\text{Estimated life of Asset}}$
- (a) Wages (b) Scrap value
(c) Cost value (d) Selling value
15. The profit on sale of an asset is debited to _____ Account.
- (a) Assets (b) Profit & Loss
(c) Reserve (d) Balance
16. The amount of depreciation goes on decreasing in every year under the _____ method.
- (a) Revaluation (b) Straight Line
(c) Reducing Balance (d) Annuity

17. Pass Book is _____ of account holders transaction with the Bank.
- (a) An extract (b) Balance Sheet
(c) Credit (d) Balance
18. Bank gives overdraft facility to _____ account.
- (a) Debit (b) Saving
(c) Current (d) Fixed deposit
19. An unfavorable _____ shown by the Pass Book.
- (a) Saving (b) Deposit
(c) Balance (d) Credit
20. Refusal by Bank to make the payment of :
- (a) Cash (b) Cheque
(c) Overdraft (d) Pass Book

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SECTION—B

1. From the following balances prepare "Trial Balance" as on 31st March 2017.

Particulars	Amount (Rs.)
Wages	4,800
Rent and Taxes	1,000
Printing	800
Sundry Expenses	9,800
Rent Received	9,500
Capital	15,000
Furniture	6,000
Investments	5,500
Cash-in-hand	10,000
Bank Interest (Cr.)	13,400

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OR

Write the Importance of Book-keeping.

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2. Record the following transactions of June 2017 in Sales Book of "Vishal Brothers".

Date	Particulars	Amount (Rs.)
2017 June 5	Sold goods of Dilip & Co.	3,000
8	Sold goods to Sunil Brothers	5,000
10	Sold goods to Krishna & Co.	6,000
15	Sold goods Naval by Cash	5,000

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OR

Prepare a simple Cash Book of "Ashutosh" from the following transactions :

Date	Particulars	Amount (Rs.)
2017 Jan. 1	Balance	2,000
4	Paid postage	100
8	Paid for taxi	150
10	Paid wages	250
20	Paid for stationery	350
23	Paid coolie charges	700
30	Purchased revenue stamps	300

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3. Prepare Profit and Loss Account of "Shri Shivdas" for the year ended 31st March 2017.

Particulars	Amount (Rs.)
Gross Profit	9,70,000
General Expenses	44,500
Salary	1,20,000
Insurance	78,000
Stationery	37,000
Advertisement	25,000
Interest Received	30,000
Depreciation	30,000
Discount Allowed	22,500
Bad Debts	18,000
Carriage inward	40,000
Carriage outward	30,000

4

OR

Prepare Balance Sheet of "Mr. Chetan Co." as on 31st March 2017 with the help of following Information :

Particulars	Amount (Rs.)
Cash at Bank	30,000
Creditors	28,000
Outstanding Rent	1,000
Debtors	54,000
Closing stock	12,000

Particular	Amount (Rs.)
Capital	2,00,000
Net-Loss	48,000
Prepaid wages	4,000
Machinery	63,000
Drawing	18,000

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4. From the following particulars find out the annual charge of depreciation :

- (i) Cash Price Rs. → 96,000
- (ii) Installation charges Rs. → 8,000
- (iii) Expected life → 8 years
- (iv) Scrap value Rs. → 12,000

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OR

Rahul and Company purchased Machinery for Rs. 100,000 on 1st July 2015. The Asset was to be depreciated @ 10% p.a. on Written Down Value basis. Write up Machinery Account for first two years. Assuming Accounting year to end on 31st Dec. every year.

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5. The Bank column of Cash Book showed a debit balance of Rs. 4410 on 31st October 2017. While comparing the cash book balance with the Pass-Book balance following differences were noticed :

- (i) Cheques of Rs. 810 and Rs. 1350 were deposited but were not collected and credited by Bank till 31st October 2017.
- (ii) Our Debtor directly deposited Rs. 720 into the Bank A/c not recorded in the Cash-Book.
- (iii) Bank credited interest on investment Rs. 45.
- (iv) Bank Paid Insurance Premium Rs. 540 but not entered in the Cash-Book.

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OR

State the reasons of Difference between Cash-Book and Pass-Book Balance.

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SECTION—C

1. Pass necessary journal entries to rectify the following errors :

- (i) Purchased machinery for Rs. 43,200 from Akola Machinery Ltd. was debited to Purchases Account.
- (ii) Life Insurance Premium of the proprietor paid Rs. 1824.
- (iii) Sold old motor for Rs. 10,680 to Sanket was posted to Sales Account.
- (iv) An amount of Rs. 7680 paid for rent was debited to personal account of Mr. Vishal the landlord of the premises.

- (v) An amount of Rs. 6000 withdrawn by Proprietor for his personal use was debited to Sundry Expenses Account.
- (vi) Excess debit has been given to rent account Rs. 1800 and excess credit has been given to commission received account Rs. 1800.
- (vii) Received Commission Rs. 450 was posted to Interest Account. 8

OR

Prepare a Trial Balance on the basis of following balances :

Particulars	Amount
Salary	5,800
Rent and Taxes	1,200
Printing	800
Railway fare	1,500
Discount paid	2,200
Creditors	40,000
Debtors	30,000
Furniture	2,500
Building	35,000
Goods A/c (Cr.)	16,000
Cash	26,000
Drawing	1,000
Capital	50,000

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2. Prepare Purchase Book and Purchase Return Book of Namdeo from the following details for month Jan. 2017 :

Date	Particulars	Amount
2017 Jan.1	Purchased goods from Keshav	12,000
8	Goods purchased from Lalwani	10,000
16	Goods returned to Keshav	2,000
20	Goods purchased from Sunil	15,000
23	Purchased goods from Omprakash in cash	16,000
30	Goods returned to Lalwani	1,000

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OR

Write the following transactions in Double Column Cash-Book.

Date	Particulars
2016 March 1	Opening cash balance Rs. 15,000
4	Cash Received from Hari Rs. 9,000 discount allowed Rs. 350
7	Paid to Amol Rs. 5,920 and discount received Rs. 360
10	Received from Shivtej Rs. 745 and discount allowed Rs. 20
15	Deposited in the bank Rs. 2,150

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3. Following are the balances of Samir Traders for the year ending 31st March 2018.

Trial Balance

Particulars	Amount	Particulars	Amount
Opening stock	23,000	Capital	1,15,600
Purchase	1,00,000	Sales	1,56,500
Sales Returns	2,000	Creditors	17,000
Debtors	44,100	Purchase Return	1,000
Machinery	44,000		
Salary	7,000		
Wages	46,300		
Rent	7,700		
Drawing	6,000		
Cash	10,000		
	2,90,100		2,90,100

Prepare Trading A/c, Profit and Loss A/c for the year ending on 31st March 2018 and the Balance Sheet as on same date with following adjustments :

- (i) Closing Stock Rs. 50,000
- (ii) Depreciate Machinery by 5%
- (iii) Outstanding expenses :
 - Salaries Rs. 3000
 - Wages Rs. 3700

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OR

From the following Balances prepare Trading A/c and Profit and Loss A/c of Yogesh Co. for the year ended 31st March 2017.

Particulars	Amount (Rs.)
Opening Stock	4,000
Purchase	16,000
Octroi	150
Office expense	375
Wages	525
Salary	800
Purchase Return	800
Sales Return	500
Sales	25,000
Repairs	400
Interest Received	300
Carriage	200
Depreciation	1,000
Closing Stock	5,700

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4. A machine was purchased for the Rs. 52,000 and Rs. 8,000 were spent on its installation. It was decided to charge 20% p.a. depreciation under the diminishing balance method. At the end of the second year the machine was sold for Rs. 28,000.

Prepare a "Machine A/c" for two years. Machine purchased 1st April, Financial Year closed 31st March.

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OR

On 1st April 2014 a Businessman purchased a plant for Rs. 94,000 and paid Rs. 6,000 for its installation. The estimated life of the plant is of 10 years and its residual value will be Rs. 10,000. Prepare a Plant Account for the three years on the fixed instalment method.

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5. On 31st Jan. 2017 Bank balance as per Cash Book was Rs. 15000 but Pass Book was showing some other balance. The following were the causes of difference.
- Cheques sent to Bank for collection of Rs. 75,000 in January but cheque of Rs. 30,000 only credited by Bank in January.
 - Cheques issued for Rs.37,500 in the month of January but cheques of Rs. 18,750 presented for payment in February 2017.

(iii) Bank passed the following entries in the Pass Book in Jan. 2017 but no corresponding entry was made in the Cash Book :

- (a) Rs. 2,400 paid for rent
- (b) Interest on Fixed Deposit collected by Bank Rs. 4,500
- (c) Bank charged Rs. 375 for Bank charges and Rs. 150 for dishonour charges.

Prepare Bank Reconciliation Statement as on 31st Jan. 2017.

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OR

From the following particulars prepare a Bank Reconciliation Statement showing balance as per Cash Book on 31st Dec. 2017.

	Rs.
(i) Balance as per Pass Book (31 st Dec. 2017)	18,000
(ii) Cheques deposited but not credited by the bank	2,250
(iii) Cheques issued but not presented for payment	1,125
(iv) Cheques deposited into Bank without recording in Cash Book.	1,350
(v) Cheques issued to creditors but not entered in Cash Book	1,575
(vi) Dividend collected by Bank not recorded in Cash Book	225
(vii) Bank charges debited in Pass Book not entered in Cash Book	112

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