



'समानो मन्त्रः समितिः समानी'

**UNIVERSITY OF NORTH BENGAL**  
B.Com. Honours 1st Semester Examination, 2023

**CC1-COMMERCE**

**FINANCIAL ACCOUNTING**

**NEW SYLLABUS**

Time Allotted: 2 Hours

Full Marks: 60

*The figures in the margin indicate full marks.*

**GROUP-A**

**Answer any two questions**

12×2 = 24

1. Mr. Bose of Mumbai consigned goods costing ₹2,00,000 to his agent of Mr. Patil of Patna. The invoice was made pro-forma so as to show a profit 25% on cost. Mr. Bose paid freight and insurance ₹4,000. Mr. Patil sold part of the consignment for ₹1,76,000 at a uniform price of 10% over invoice price and spent ₹6,000 as warehousing charges and ₹2,000 as selling expenses. Mr. Patil entitled commission 5% on gross sales and 20% on the net profit after charging such commission. 12

Draw up Consignment Account and Consignee Account in the Books of Mr. Bose with proper workings.

2. From the following trial balance of Mr. G on 31.3.18, prepare Trading, Profit and Loss Account and Balance Sheet: 12

<b>Debit Balance</b>	<b>Rs.</b>	<b>Credit Balance</b>	<b>Rs.</b>
Plant & Machinery	3,10,000	Capital	4,20,000
Opening Stock	30,000	Sundry Creditors	20,000
Sundry Debtors	40,000	Sales	2,10,000
Wages	10,000	Return Outward	20,000
Salary	15,000	Provision for Doubtful Debt	1,000
Rent (April' 17 to June' 18)	18,000	Interest	4,000
Purchase	1,50,000		
Sales Return	10,000		
Bad Debts	9,000		
Insurance	3,000		
Office Expenses	5,000		
Cash in Hand	30,000		
Cash at Bank	45,000		
	<b>6,75,000</b>		<b>6,75,000</b>

**Additional Information:**

- (i) Stock on 31.3.18 was valued at Rs. 35,000
- (ii) Further Bad Debt Rs. 1,000 and Provision for Doubtful Debt @ 5% on Sundry Debtors is to be maintained.
- (iii) Goods Costing Rs. 5,000 have been distributed as free sample.
- (iv) Purchase of Machinery worth Rs. 20,000 on 1st October, 2017 has been wrongly included in Purchase Account. Depreciation @ 10% p.a.
- (v) Office Expenses outstanding Rs. 500.

3. Ram and Ravan jointly take up the work of constructing a building at an agreed price of Rs. 5,00,000, payable Rs. 3,00,000 in Cash and Rs. 2,00,000 in fully paid shares, of a company. 12

A Joint bank account was opened in which Ram paid Rs. 3,00,000 and Ravan paid Rs. 75,000.

Wages and salary paid Rs. 1,00,000

Material purchased Rs. 2,00,000

Material supplied by Ram Rs. 50,000

Engineer fees paid by Ravan Rs. 10,000

The contract price was duly received. The account of the venturers was closed. Ram took all the shares at an agreed value of Rs. 1,70,000 and Ravan took up the unused stock of material at Rs. 15,000.

Prepare necessary account. The net result is shared by Ram and Ravan in the ratio of 3:2.

4. (a) Discuss the main objective of accounting. 6+6  
 (b) Describe the qualitative characteristics of accounting information system.

**GROUP-B**

5. Answer any *four* questions: 6×4 = 24
- (a) What do you mean by piecemeal distribution in relation of partnership firm? 6
  - (b) What are the features of branch business? 6
  - (c) Following subscriptions were received during the end of 31.3.18: 6

	<b>Rs.</b>
For the year ended 31.3.17	12,000
For the year ended 31.3.18	6,15,000
For the year ended 31.3.19	18,000
	<b>6,45,000</b>

There are 500 members and annual subscription is @ Rs. 1,500 each. On 31.3.18 Rs. 15,000 still due for the year ended 31.3.17. Ascertain the amount of subscription appear in the credit side of Income and Expenditure.

- (d) A, B and C are partners in the firm. The firm is dissolved and following informations are available. Profit sharing ratio 5:3:2 6

Capital:

A- Rs. 50,000

B- Rs. 30,000

C- Rs. 20,000

Creditors Rs. 30,000

Cash realised 1st month Rs. 40,000; 2nd month Rs. 15,000 and 3rd Month Rs. 80,000.

Prepare statement showing distribution of cash under piecemeal distribution.

- (e) Write note on money measurement concept and separate entity concept. 6
- (f) Mr. N acquires a machine on 1.1.17 under hire purchase system, which provides 5 half-yearly installment of Rs. 6,000 each, first being due on 1.7.17. Assuming the rate of interest @ 10% p.a. Calculate the cash price of the machine. 6

### GROUP-C

6. Answer any **four** questions: 3×4 = 12
- (a) What do you mean by accounting equation? 3
- (b) Define GAAP. 3
- (c) What is the importance of International Financial Reporting Standards? 3
- (d) What are the features of Branch Accounting? 3
- (e) Distinguish between proforma invoice and account sales. 3
- (f) What are the different types of commission paid under consignment business? 3

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