



'সমানো মন্ত্র: সমিতি: সমানী'

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

CC1-COMMERCE

FINANCIAL ACCOUNTING

OLD 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. A H.O. sends goods to its branches at cost plus 25% of cost. Following are the particulars relating to Kolkata Branch of the concern for the year ending on 31.03.20: 12

	Rs.		Rs.
Goods sent to branch	2,50,000	Discount allowed to debtors	700
Goods returned by the branch	12,500	Branch expenses paid	23,000
Sales:		Branch stock:	
Cash Sales	1,30,000	On 01.04.19	15,000
Credit Sales	95,000	On 31.03.20	40,000
Sales return	4,000	Branch debtors:	
Abnormal loss of stock	17,000	On 01.04.19	22,000
Bad debts	300	On 31.03.20	25,000

Prepare necessary accounts in the books of the Head Office relating to the Kolkata branch.

2. On 01.01.2017, B. Ltd. purchased a machine from Y. Co. Ltd. on hire purchase basis on condition to pay Rs. 12,697 as down payment and three annual instalments of Rs. 15,000 each plus interest @ 10% p.a. beginning from 01.01.2018. B. Ltd. charged depreciation on the machine @ 15% p.a. on straight line method. 8+4

B. Ltd. failed to pay the 3rd instalment and the vendor seized the machine immediately.

Prepare Y Ltd. Account and Machine Account in the books of B Ltd. (assume that B Ltd. closes accounts on 31st December of every year).

3. A and B entered into a Joint Venture with a profit sharing ratio of 3:1. Following are the particulars of their business: 12

	<u>A (Rs.)</u>	<u>B (Rs.)</u>
Amount deposited in a Joint Bank Account	1,90,000	10,000
Goods Purchased	90,000	80,000
Purchasing expenses paid	6,000	4,000
Other expenses paid out of their private fund	12,000	18,000
Goods Sold	3,50,000	--

Additional Information:

- (i) Unsold goods costing Rs. 10,000 were taken over by A at Rs. 12,000
 - (ii) Goods costing Rs. 8,000 were lost by fire and insurance claim of Rs. 5,000 was realized in this connection
 - (iii) A is entitled to a commission @ 5% on Sale proceeds
 - (iv) B is entitled to have Salary of Rs. 11,000
- Show necessary accounts in the books of the Joint Venture.

4. Write short notes on any *three* of the following: 4×3 = 12
- (a) Business Entity Concept
 - (b) Money Measurement Concept
 - (c) Materiality Concept
 - (d) The Concept of Conservatism.

GROUP-B

5. Answer any *four* questions: 6×4 = 24
- (a) On 01.01.2011, machinery was purchased by X for Rs. 50,000. On 01.07.2012, additions were made to the extent of Rs. 10,000. On 01.04.2013, further additions were made to the extent of Rs. 6,400. On 30.06.2014, machinery original value of which was Rs. 8,000 on 01.01.2011 was sold for Rs. 6,000. Depreciation was charged @ 10% p.a. on original cost. 6
- Show Machinery Account from 2011 to 2014 assuming the concern closes books on 31st December of every year.
- (b) A, B and C were in partnership sharing profits and losses in the ratio of 4:3:3. They decided to dissolve the firm on 31.12.2012. On that date the Balance Sheet of the firm was as follows: 6

Liabilities	Rs.	Assets	Rs.
Creditors	28,000	Various Assets	84,800
Capital A/c:		Profit & Loss A/c	6,400
A	37,600	Capital A/c of C	5,600
B	12,800		
General Reserve	18,400		
	96,800		96,800

Realization loss amounted to Rs. 7,200. C became insolvent and nothing was realized from his estate. Prepare Partners' Capital Account applying Garner vs. Murray rule.

- (c) Describe the salient features of consignment form of business. 6
- (d) Discuss the necessity of distinction between capital expenditure and revenue expenditure. 6
- (e) Distinguish between Profit & Loss Account and Balance Sheet. 6
- (f) Write a short note on Piece-meal distribution. 6

GROUP-C

6. Answer any **four** questions: 3×4 = 12
- (a) From the following information find the value of consignment stock: Goods consigned: 4,000 units @ Rs. 80 per unit; Goods lost in transit: 300 units; Expenses paid by the consignor: Rs. 22,000; Expenses paid by the consignee; Rs. 75,000 (20% non-recurring); Goods sold: 2,000 units.
 - (b) What are independent branches?
 - (c) Mention the factors to be considered in the measurement of depreciation.
 - (d) For each of the following items, mention which are debit balances and which are credit balances: Incomes, Assets, Liabilities, Profits, Expenditures and Losses.
 - (e) Why Hire Purchase Trading Account is prepared?
 - (f) What do you mean by deferred revenue expenditure?

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