

B.C.C.A. (CBCS Pattern) Semester - I
UBCCAT102 - Financial Accounting-I

P. Pages : 5

Time : Three Hours



GUG/S/23/10613

Max. Marks : 40

- Notes : 1. All questions are compulsory.
2. All questions carry equal marks.

1. a) Write the objectives of Book-keeping and Accountancy. 4
b) From the following information rectify the errors and prepare correct Trial Balance. 4

Particular	Amount	Particular	Amount
Opening Stock	174450	Sales	279140
Purchases	129700	Interest on loan to Prashv	250
Wages	7540	Capital	150000
Rent	8200	Creditors	30000
Advertisement	9540	Carriage inward	12400
Bad Debts	4000	Carriage outward	7250
Discount	3300	Loan to Prashv	10000
Drawing	32500	Sales return	5540
Deposited with Aman	13750		
Debtors	40000		
Good will	17300		
Patents	5000		
Cash	620		
Outstanding Rent	1300		
Provision for bad debts	12000		
Purchase return	8400		

OR

- c) Journalise the following transaction in the books of Mr. Vijay & Co. 8
April 2019
- He commenced business with cash Rs. 300000 and goods worth Rs. 200000.
 - Goods purchased from Pinu worth Rs. 60000.
 - Goods sold to Anu for Rs. 170000.
 - Goods purchased for cash Rs. 135000
 - Goods sold to Pinki Rs. 45000.
 - Goods sold for cash to Sharu Rs. 40000.
 - Received cash from Pinki Rs. 44500 in full settlement of his discount.
 - Paid for repairs Rs. 2500.

13. Anu returns goods worth Rs. 10000.
18. Bought furniture Rs. 5000.
28. Purchased postal stamps Rs. 250.
31. Paid salaries Rs. 1000 and electric charges Rs. 5000.

2. a) From the following particulars of Shri. Rishal traders in respect of the year ending 31st March 2019. Prepare Trading and Profit & Loss Account. 4

Opening Stock	40000	Commission received	600
Purchases	250000	Salaries	12500
Purchase Return	1500	Legal Expenses	750
Returns inward	3000	Audit fees	1000
Sales	420000	Bank Charges	400
Carriage inward	2000	Interest on loan	1500
Wages	4000	Interest on investment	2000
Rent & taxes	1500	Repairs	1000
Trade expenses	3000	Stationary	500
Discount allowed	500	Sales tax	1700
Closing stock	22500		

- b) Prepare Balance Sheet of Vishal Ltd. With following balances. 4

Goodwill	250000	Investment	300000
Building	360000	Sundry creditors	900000
Plant & Machinery	400000	Bills payable	100000
Issued and paid up capital	1500000	Debtors	750000
Calls-in-arrears	100000	Bills receivable	250000
Forfeited shares	50000	Dividend fund	35000
Closing stock	600000	Cash in hand	290000
General Reserve (Previous year Bal.)	750000	Prepaid rent	10000
General Reserve (Current year Bal.)	100000	Preliminary Exp.	50000
Furniture	200000	Outstanding insurance	25000
		Education fund	60000
		Debentures	40000

Additional Information:

- 1) Contingent liability Rs. 250000.
- 2) Authorised share capital Rs. 2500000.

OR

- c) Vinod Co. Ltd. Has an authorised capital of Rs. 2.5 crores divided into 2500000 equity shares of Rs. 10 each. Company has issued 750000 shares and all the amount on them has been called up. Following is the trial balance of the company as on 31st March 2020.

Particular	Amount	Particular	Amount
Stock (1-4-2019)	4686850	Sales	21250000
Purchases	11250000	Profit & Loss A/c	231100
Wages	3500000	Debentures	4800000
Discount allowed and Insurance	32200	Creditors	1726000
Salary and Bonus	1989000	General Reserve	8013000
Rent	74000	Dividend Equalisation Fund	125000
General Expenses	756800	Equity Share Capital	7500000
Preliminary Exp.	508000	Reserve for Doubtful Debt	43100
Debtors	1893500	Share Premium	1023000
Plant & Machinery	7300000		
Furniture	5035500		
Cash in hand	2269200		
Bad Debts	7750		
Calls-in-arrears	115300		
Investment	2518100		
Inward carting	50000		
Freight on sales	25000		
	37511200		37511200

Prepare Trading and Profit & Loss Account for the year ended 31st March 2020 and Balance Sheet as on that date after considering the following information.

- 1) Closing stock was valued at Rs. 4800000.
- 2) Provide depreciation on Plant & Machinery @ 10% p.a. and on Furniture @ 5% p.a.
- 3) Reserve for doubtful debts is to be kept at 2% on debtors.
- 4) Interest on debentures at 14% p.a. is due for the whole year.
- 5) Interest on investment Rs. 201448 is receivable for the year.
- 6) Provide for dividend @ 18% on paid-up capital.
- 7) Provide Rs. 500000.

3. a) Adv. Ravi started his practice at Nagpur High Court on 1st January 2019. His Receipt & Payment Account for the year ended 31st December 2019 was as follows.

Receipt & Payment Account

Receipt	Amount	Payment	Amount
To, Cash brought	125000	By, Furniture	30000
To, Receipt from consultancy	50000	By, Law books	12500
To, Receipt from clients	225000	By, Rent	18000
To, Sundry receipt	2500	By, Newspaper	1250
		By, Honorarium to Assistance	120000
		By, Withdrawals	60000
		By, Stationary	750
		By, Balance c/d	160000
	402500		402500

On 31st December 2019:

- 1) Rent outstanding was Rs. 6000.
- 2) Honorarium due to Assistants was Rs. 20000.
- 3) Rs. 17500 were yet to be received from clients.

Prepare Receipt and Expenditure Account for the year ended 31st December 2019.

- b) Prepare Income & Expenditure Account of Mr. Aslam who is an Architect, from the following Receipt & Payment account by him for the year ended 31st March 2020.

4

Receipt & Payment Account

Receipt	Amount	Payment	Amount
To, Cash in Bank	39000	By, Salary of Assistants	90000
To, Cash in hand	4000	By, Car expenses	100000
To, Supervision fees	430000	By, Purchase of motorcycle for son	125000
To, Sale of old furniture (cost Rs. 3000)	27000	By, Donation	2500
		By, Drawings	97000
		By, Purchased drawing material (Revenue nature)	47500
		By, Cash at Bank	35000
		By, Cash in hand	3000
	500000		500000

Other Information: Car is used by him and his family for private use also which is about 50% of total utilisation.

OR

- c) Dr. Sneha commenced practice on 1st April 2020. She gives you the following Receipt & Payment Account for the year ended 31st March 2021.

8

Receipt & Payment Account

Receipt	Amount	Payment	Amount
To, cash Introduced	15000	By, Furniture	15000
To, Visits	16500	By, Equipment	14000
To, Receipts from dispensing	92000	By, Purchase of Drugs	42000
To, Miscellaneous receipts	400	By, Salary of Assistant	10000
		By, Rent	8000
		By, Conveyance	1000
		By, Stationary	500
		By, Lighting	400
		By, Journals	670
		By, Drawings	43000
		By, Balance c/d	9330
	143900		143900

Additional Information:

- Salary of assistant still payable is Rs. 1200.
- 40% of conveyance is for domestic purposes.
- Stock of drugs still on hand is Rs. 8500, amount still payable for their purchase is Rs. 300.
- Furniture and Equipment are both subject to depreciation at 10% p.a.

Prepare the Receipt & Expenditure account of Dr. Sneha for the year ended 31st March 2021 and her Balance Sheet as on that date.

4. a) Roshan sent on consignment 500 toys to Rajesh at a cost price of Rs. 80 each. Goutam paid Rs. 1600 for packing and freight and Rs. 400 for insurance in transit. Roshan received by a cheque Rs. 10000 from Rajesh as an advance against the consignment. 4

Afterwards, Goutam received an account sales from Rajesh in which following details were shown:

- 1) Rajesh has incurred Rs. 300 as octroi duty. Rs. 120 for carriage and Rs. 1000 as advertising and other selling expenses.
- 2) Rajesh has sold all the toys at a price of Rs. 110 each.
- 3) Rajesh has charged commission at 5% on the gross sale proceeds.

Prepare Consignment Account in the books of Roshan.

- b) Suman consigned 800 calculators to Jaya at a cost price of Rs. 400 each. Suman incurred Rs. 2500 by way of packing and freight charges and Rs. 700 for insurance in transit. 4

When Jaya took delivery at Chandrapur, she found that 40 calculators were stolen. She immediately informed Suman about this and Suman submitted to the insurance company a claim for compensation. The insurance company paid Rs. 13000 to Suman by way of compensation.

Jaya sold 500 calculators at a price of Rs. 560 each. Jaya spent Rs. 240 for carriage, Rs. 1960 of octroi duty and Rs. 600 for advertising.

Calculate Value of Abnormal loss and value of stock.

OR

- c) Monu sent on consignment 800 bed sheets at an invoice price of Rs. 160 each to Samay. The invoice price of the bed sheets is fixed by taking 20% profit on the invoice price. Monu paid Rs. 600 for packing, Rs. 1600 for freight and Rs. 400 for insurance while sending the bed sheets to M/s Sanjay & Son's. 8

Monu drew a bill of Rs. 16000 for 02 months on Samay as an advance against the consignment which was duly accepted by Samay. Monu discounted the bill for Rs. 15680.

Samay sent an account sales to Monu at the end of the year. The account sales included the following information:

- 1) Samay has incurred expenses as under:

Octroi duty	Rs. 1200
Carriage	Rs. 600
Sellers salary	Rs. 1000
 - 2) Samay has sold 650 bed sheets at a price of Rs. 200 each.
 - 3) Samay has charged commission an agreed rate of 8% on the gross sale proceeds.
- Prepare consignment Account, Samay Account in the books of Monu and Monu account in the books of Samay.

5. Write short note.

- a) Convention of Accounting. 2
- b) Equity share capital. 2
- c) Revenue receipt and expenditure. 2
- d) Normal loss and Abnormal loss. 2
