

Roll No.

Total No. of Pages : 03

Total No. of Questions : 09

B.Com (Hons) (Sem-1)

FINANCIAL ACCOUNTING

Subject Code : BCOM-102-18

M.Code : 75091

Date of Examination : 03-06-2023

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A is COMPULSORY** consisting of TEN questions carrying TWO marks each.
2. **SECTION-B** consists of FOUR Sub-sections : Units-I, II, III & IV.
3. Each Sub-section contains TWO questions each, carrying TEN marks each.
4. Student has to attempt any ONE question from each Sub-section.

SECTION-A

1. Write Briefly :

- a) Define Accounting ?
- b) Convention of Consistency
- c) Double Entry Framework
- d) Significance of Accounting Equation
- e) Inter departmental transfers
- f) Deferred revenue expenditure
- g) Loss of goods in transit
- h) Royalty
- i) Voyage Accounts
- j) Types of branches.

SECTION-B

UNIT-I

2. What is GAAP? Discuss in detail accounting concepts and conventions with the help of examples.

3. The transactions of a business house in Jan 2006 were as follows :

Jan 5. Bought from A Bros with 10% trade discount, Rs 5000.

Jan 7. Returned goods to A Bros (Gross) Rs 1000.

Jan 10. Sold goods to B Bros. Rs 4000 with 5% trade discount.

Jan 15. B Bros, returned goods (net) Rs 380.

Jan 16. Asked D Bros to dispatch goods worth Rs 3000 gross to C Bros under intimation to us.

Jan 20. D Bros informed us of the dispatch of goods to C Bros and sent us their invoice for Rs 3000 off 20% trade discount.

Jan 25. C Bros returned to us goods invoiced to them at Rs 500 which we in turn returned to D Bros.

Jan 28. Bought goods from F Bros for Rs 2000 and sent them to E Bros with our invoice for Rs 2500.

You are required to record the above transactions in the proper subsidiary books.

UNIT-II

4. P sent a consignment of 200 radios to R costing Rs 200 each but invoice price was cost plus 20%. P paid Rs 2000 for freight and received Rs 20,000 on account from R.

R paid Rs. 1000 as octroi, Rs 1700 as rent and insurance, R sold 160 radios for Rs. 50,000.

R was entitled to a commission at 5% on sale at proforma invoice price and 25% on any surplus price realized. R remitted the account by cheque.

Prepare necessary accounts in books of P.

5. What is a joint venture? Distinguish between joint venture and consignment. Explain its advantages also.

UNIT-III

6. What is Departmental Accounting? Explain the basis of allocation of expenses over various departments.
7. Discuss the accounting treatment in case of complete voyage accounts.

UNIT-IV

8. What are the branch accounts? Explain the causes of difference in balances shown by H.O. and branch.
9. Twist's stores Ltd, Mumbai has a branch at Pune. Goods are invoiced to branch at selling prices being cost + 25%. The branch keeps its own sales ledger and deposits all cash received daily to the credit to Head Office Account opened at the Bank of India, Pune. All expenses are paid by cheque from Mumbai.

From the following details, Prepare a branch account in Head office books and make necessary adjustments there in to arrive at the actual branch profit or loss during the year 2016.

Stock 1.1.2016	75,000	Rent, rates & taxes	24,000
Stock 31.12.2016	90,000	Sundry Expenses	4,800
Sundry Debtors		Cash sales for year	3,24,000
As on 1.1.2006	42,000	Credit Sales 210,000	
As on 31.12.2016	54,000	Cash received from ledger account	1,98,000
Goods received from head office	5,46,000	Wages still owing	2,000
Wages paid	20,400		

NOTE : Disclosure of identity by writing mobile number or making passing request on any page of Answer sheet will lead to UMC against the Student.