

GURUDAS COLLEGE
B.COM.(HONS. & GENERAL), SEMESTER – III
INTERNAL ASSESSMENT EXAMINATION – 2021
SUBJECT – FINANCIAL ACCOUNTING II
PAPER – CC 3.1Ch (HONS.) & CC 3.1Cg (GENERAL)

FULL MARKS – 10

TIME – 1 HOUR

Answer any one question:-

1. The following balances as at 31st December, 2017 have been extracted from the books of Shri Ram & Co. which has two departments:

Particulars	Deptt A Rs.	Deptt B Rs.	General Rs
Opening stock as at 1.1.17	25,000	20,000	-
Purchases	2,30,000	1,90,000	-
Purchases Returns	2,000	1,000	-
Sales	6,33,000	4,92,000	-
Sales Returns	3,000	2,000	-
Wages	1,80,000	1,60,000	-
Miscellaneous Charges	35,000	32,000	-
Plant & Machinery	-	-	2,40,000
Leaseholds	-	-	80,000
Buildings	-	-	1,20,000
Furniture & Fittings	-	-	48,000
Office & Selling Expenses	-	-	1,28,000

Plant & Machinery is to be depreciated by 10%,Buildings by 2%,Furniture & Fittings by 5%.Leaseholds are to be written off by Rs.8,000.The stock in hand on 31.12.17 were as follows:

Department A Rs.26,000

Department B Rs.24,000

All unallocated expenditure is to be apportioned in the ratio of the net sales of each department.

You are required to prepare a departmental trading and profit and loss account of the two departments for the year ended 31.12.17.

OR

- 2. Star Pvt.Ltd. was incorporated on 1st June,2017 to acquire a running business with effect from 1st April,2017.The purchase consideration was agreed at Rs.90,000 to be satisfied by issue of :**

3000 equity shares of Rs.10 each fully paid and Rs.60,000, 8% debentures.

From the following figures relating to the year ending 31st march,2018,Prepare a statement showing the amount of profit made before and after incorporation-

- a. Gross profit for the year was Rs.80,000.**
- b. The expenses charged to the statement of profit and loss were:
Staff salary Rs.12,000, Selling and distribution expenses Rs.6,000,
Rent and rates Rs.4,200, Debenture interest Rs.3,600,Bad debt Rs.1,000,Preliminary expenses Rs.25,000,interest on purchase consideration Rs.2,250.**
- c. Sales for the year was Rs.4,00,000 , whereas Sales made by the company after incorporation was Rs.3,00,000.**
- d. The shares and 8% debentures were issued to the vendor on 1st July 2017.**
- e. Interest at 10% per annum was paid on the purchase consideration from 1st April,2017 to the date of payment.**