



26

SA – 751

II Semester B.Com. Examination, April/May 2015
(Prior to 2012-13) (Repeaters)
COMMERCE
Financial Accounting – II
(100 – marks 2011-12 only/90 – Marks Prior to 2011-12)

Time : 3 Hours

Max. Marks : 100/90

Instructions: 1) Answer should be written **completely** either in **English** or **Kannada only**.

2) Section **D** is **compulsory** for **2011-12** batch only.

SECTION – A

Answer **any 10** of the following **each** question carries **2** marks.

(10×2=20)

1. a) Who is insurer in a fire insurance policy ?
- b) What is salvage ?
- c) What is the purpose of preparing Memorandum Trading Account ?
- d) State 2 Merits of single entry system.
- e) Ascertain the amount of closing stock :
Sales : 2,40,000, purchases : 1,60,000, opening stock : 80,000, Rate of gross profit on cost 25%.
- f) Calculate cost of goods sold when sales Rs. 8,40,000 and rate of gross profit is 20% on cost.
- g) What is Stock Reserve ?
- h) Find out loading which is 25% of Invoice price of goods, when the cost of goods is Rs. 60,000.
- i) What is cash-in-transit ?
- j) Mention any 2 objectives of departmental accounts.
- k) What is depreciation ?
- l) List any 2 Accounting Standards.

P.T.O.



SECTION – B

Answer **any 5** questions. **Each** question carries **5** marks.

(5×5=25)

2. State the objectives and functions of the Accounting Standard Board.
3. Explain the features of single entry system.
4. From the following information find out Closing Debtors.

Opening debtors	24,000
Credit sales	1,32,000
Return inwards	10,000
Cash from Debtors	90,000
Discount allowed	6,000
B/R from customers	34,000
Bad debts	3,000

5. On 15-6-2014 a fire occurred in the premises of a firm. From the following particulars ascertain the amount of claim to be lodged with insurance company.

Stock on 1-4-2014	35,00,000
Purchases from 1-4-2014 to the date of fire	52,50,000
Wages	17,50,000
Manufacturing expenses	10,50,000
Sales from 1-4-2014 to the date of fire	84,00,000
Rate of gross profit is $33\frac{1}{3}\%$ on cost. The salvage is 1,05,000.	

6. Give journal entries for the following in the books of Head Office. The books are closed on 31-12-2014.
 - a) Goods sent by H.O. on 28-12-2014 worth Rs. 15,000 to its Tumkur Branch, not received by the branch upto 31-12-2014
 - b) Tumkur Branch paid Rs. 30,000 for a machine purchased by the Head office for the use of Head office.



7. A firm has 2 departments 'A' and 'B'. During the year ending 31-3-2014 the following information is available.

	A	B	Total
Opening stock	5,000	7,000	12,000
Purchases	40,000	50,000	90,000
Sales	78,000	91,000	1,69,000
Closing stock	6,000	8,000	14,000
carriage inwards			4,500
Salaries			23,000
Rent and Rates			5,000
Discount allowed			1,300
Discount received			1,800

Prepare Trading, Profit and Loss A/c of Dept. A and B.

8. From the following prepare Total Debtors A/c and B/R A/c and find out credit sales.

Opening B/R	7,800
Opening Debtors	30,800
Closing B/R	6,000
Closing Debtors	25,500
Cash received against B/R	20,900
Cash received from Debtors	70,000
Bad debtors	2,800
Return inwards	8,700

9. 'A' Ltd. with its Head Office in Bangaluru has a branch at Mysore. You are given the following particulars relating to mysore branch for the year ended 30-6-2014.

Stock at Branch on 1-7-2013	32,600
Petty cash at Branch on 1-7-2013	110
Goods sent to Branch	45,600
Goods returned to H.O.	3,900
Cash sales at Branch	71,900

**Cash sent to Branch for expenses**

a) Salaries	12,800	
b) Rent	3,000	
c) Petty cash	<u>2,600</u>	18,400

Stock at Branch on 30-6-2014 37,100

Petty cash at Branch on 30-6-2014 100

Prepare Mysore Branch Account in the Book of Head office.

SECTION – C

Answer **any 3** questions. **Each** question carries **15** marks.

(3×15=45)

10. ABC Ltd. Kolar opened a branch at Mysore on 1-1-2014 branch is instructed to sell goods both for cash and credit. All cash collections remitted to Head office. From the following prepare Mysore branch A/c in the books of Head office and also prepare Branch debtors A/c.

Stock on 1-1-2014	20,000
Petty cash	600
Furniture	5,000
Goods send to branch at cost	2,00,000
Goods returned to H.O.	12,000
Expenses paid by H.O.	40,000
Cash sent by H.O. for petty cash	1,000

Remittances from Branch

a) Cash Sales	10,000
b) Collection from Debtors	1,70,000
Credit sales	2,04,000
Closing stock	84,000
Closing petty cash	100
Discount allowed to Debtors	7,200

Depreciate furniture at 10% P.A.



11. On 15 June 2014 the premises and stock of a firm was destroyed by fire but the accounting records were saved and following information is available.

Stock on 1-1-2013	1,47,000
Stock on 31-12-2013	1,63,800
Purchases for the year 2013	7,96,000
Sales for the year 2013	9,74,000
Purchases upto the date of fire	3,24,000
Sales upto the date of fire	4,62,400
Carriage outwards	22,000
Stock salvage	60,600
Amount of policy taken	60,000

There is average clause in the policy. Show the amount of fire claim.

12. A trader hasn't kept books under Double entry system and asks you to prepare his Final Account for the year ended 31-12-2014. The following information is supplied to you.

Summary of cash book :

Rs.

Balance of cash on 1-1-2014	5,170
Receipts from debtors	42,050
Payments to creditors	32,400
Salaries	2,500
Rent	1,200
Electricity charges	360
Printing charges	250
Advertising	450

Assets and liabilities

1-1-2014

31-12-2014

Debtors	3,350	5,100
Creditors	1,400	3,500
O/s Advertising expenses	—	250
Furniture	5,000	8,000
Machinery	8,000	8,000



Stock on 31-12-2014 was valued at Rs. 4,500 but the trader has no record of stock on 1-1-2014. He has regularly used goods worth Rs. 120 per month. 1/3 of rent and electricity charges are for personal use. Depreciate furniture by 5% and machinery by 10% assuming that addition to furniture made on 1-7-2014.

13. Mr. Subhash is running departmental stores and has 2 departments A and B. The following information is supplied to you. You have required to prepare trading and Profit and Loss A/c.

	Dept. A	Dept. B
Opening stock	4,000	8,000
Purchases	40,000	60,000
Wages	3,000	5,000
Sales	80,000	1,00,000

Other expenses are :

Rent and rates	3,000
Salaries	18,000
Carriage outwards	3,600
Discount (credit)	1,000
Discount (debit)	1,800
Advertisement	3,600
Printing and stationery	2,700
Insurance	900
Postage and Telegram	1,350
Sundry expenses	450

Additional Information :

- 1) Floor space occupied by Dept. A – 200 sq. ft.
Dept. B – 400 sq. ft.
- 2) Closing stock of Dept. A – 20,000
Dept. B – 30,000
- 3) In respect of salary : No. of employees in Dept. A is 10
Dept. B is 8

Each of them are being paid Rs. 1,000

Other income and expenses should be apportioned on the basis which is most appropriate.



14. A fire broke out on October 1-2014. The business records were saved and following information is available.

Stock on 1-1-2013	44,300
Stock on 31-12-2013	37,550
Purchases for the year 2013	1,03,850
Sales for the year 2013	1,52,500
Purchases from 1-1-2014 to 1-10-2014	37,350
Sales from 1-1-2014 to 1-10-2014	59,000

In valuing the stock on 31-12-2013 Rs. 800 had been written off a particular line of goods which had originally cost Rs. 1,800 and which were sold in 2013 for Rs. 1,750. Except this the ratio of gross profit remains same. The value of stock salvage was 5,015. Find out the amount of fire claim.

SECTION – D

Answer the following question it carries **10** marks. (**Compulsory** for **2011-12** batch only)

15. From the following information calculate Total sales

B/R at the beginning	32,400
Debtors at the beginning	65,750
B/R endorsed during the year	41,250
Cash from debtors	1,32,000
Bad debts	5,500
Sales return	17,000
B/R dishonoured	3,200
B/R at the end	27,600
Debtors at the end	53,500
Cash sales	81,400