



NP – 148

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I Semester B.Com. (Tourism and Travel Management) Examination, May 2022
(NEP – 2021 – 22 & Onwards)

COMMERCE

Paper – 1.1 : Financial Accountancy



Time : 2½ Hours

Max. Marks : 60

SECTION – A

1. Answer **any 6** questions out of 8. **Each** carries **two** marks. (6×2=12)

- Define Accounting.
- What is Del-Credere Commission ?
- Mention any 4 features of dependent branch.
- What do you mean by purchase consideration ?
- What is meant by Digital transformation of Accounting ?
- Mention any four users of Accounting.
- What do you mean by Loaded Price ?
- Compute the purchase consideration from the following.

The purchasing company agrees to issue 1,000 equities share of Rs. 10 each at par and cash Rs. 15,000.

SECTION – B

Answer **any 3** questions out of 5. **Each** carries **four** marks. (3×4=12)

- Explain four Accounting Concepts.
- Gururaj of Bangalore consigned 1,000 kg's of oil at Rs. 60 per kg to Srikanth of Mysore. He incurred Rs. 10,000 for carriage and freight. Srikanth incurred Rs. 2,000 as unloading charges, Rs. 4,000 as Godown rent and Rs. 3,000 as selling expenses. Normal loss in weight is 80 kg's (Leakage) in transit. Srikanth sold 680 kg's of oil at Rs. 100 per kg. Find out the value of unsold stock.

P.T.O.



4. PRK Ltd. invoices goods to its branch at cost from the following particulars. Prepare branch account for the year ended 31st March 2021 in the books of head office.
- | | |
|---|------------|
| Branch stock on 1 st April 2020 | ₹ 66,000 |
| Branch stock on 31 st March 2021 | ₹ 78,000 |
| Branch debtors on 1 st April 2020 | ₹ 42,000 |
| Branch debtors on 31 st March 2021 | ₹ 59,600 |
| Cost of goods sent to branch during year ₹ 3,60,000 sales at branch : | |
| Cash | ₹ 1,80,000 |
| Creditors | ₹ 2,93,600 |
| Cash received from branch debtors during the year ₹ 2,76,000 | |
| Branch expenses paid by head office ₹ 20,420 | |
5. Mr. Puneeth purchases a motor car on hire purchase system. Total price of the car payable is ₹ 40,000 as down payment and thereafter the installments of ₹ 26,000, ₹ 24,000 and ₹ 22,000 payable at end of first, second and third year respectively. Interest is charged at 10% p.a. Calculate the cash price.
6. What are the advantages and disadvantages of big data analytics in Accounting ?

SECTION – C

Answer **any 3** questions out of 5. **Each** question carries **twelve** marks. **(3×12=36)**

7. Prepare accounting equation from the below transactions.

- Commenced business with cash ₹ 1,20,000
- Purchased Assets for cash ₹ 2,25,000
- Sold Assets of 2,10,000 for ₹ 12,000
- Sold Assets of 25,000 for ₹ 4,000
- Goods destroyed by fire ₹ 1,000
- Withdrew cash for personal use ₹ 5,000
- Rent outstanding ₹ 5,000
- Insurance paid in advance ₹ 400
- Interest on loan allowed ₹ 6,000
- Depreciation on furniture ₹ 2,500



8. On 1-1-2021 Chetan of Chennai dispatched to Raghu of Mysore, 500 chairs at an invoice price of ₹ 300 each, which was 25% above the cost price. He paid ₹ 200 for packing and ₹ 300 for carriage and insurance. Chetan draws three months bill for ₹ 50,000 which was accepted by Raghu and Chetan discounted the same for ₹ 49,800. Raghu received the consignment on 15-1-2021 and incurred ₹ 100 for unloading and carriage, ₹ 500 for selling expenses and ₹ 1,000 for salesman salary. Raghu returned 50 chairs and sold 200 chairs at ₹ 330 each and 200 chairs at ₹ 350 each on credit. Raghu sent a bank draft for the amount due after deducting expenses and commission at 10% on sales and del-credere commission 3% on credit sales. On 30-3-2021 market value of chair was ₹ 250 each (closing stock). All the money due was collected from debtors except ₹ 2,000 from Mr. Kumar a debtor.

Prepare necessary Ledger Accounts in the books of Chetan.

9. Hassan H.O. of a company invoices goods to its Hubli branch at cost plus 20%. The branch also purchases independently from local traders for which payments are made by H.O. All cash collections of the day is to be remitted to H.O. through a bank account and all expenses of the branch are directly paid by H.O. from the following, show the Hubli Branch Account in books of H.O.

| Imprest cash on : | Rs. |
|---|-----------|
| 1-1-2021 | 60,000 |
| 31-12-2021 | 55,500 |
| Debtors on 1-1-2021 | 7,50,000 |
| Stock on 1-1-2021 : | |
| Transferred from H.O. at invoice price | 7,20,000 |
| Direct purchases by branch | 4,80,000 |
| Total sales | 52,50,000 |
| Cash sales | 13,50,000 |
| Returns from customers | 90,000 |
| Direct purchase | 13,50,000 |
| Goods sent to branch from H.O. at invoice price | 18,00,000 |
| Transfer from H.O. for Petty cash expenses | 75,000 |



| | |
|--|-----------|
| Bad debts | 30,000 |
| Discount to customers | 60,000 |
| Cash received from customers | 37,50,000 |
| Branch expenses | 9,00,000 |
| Stock on 31-12-2021 : | |
| Direct purchase by branch | 3,60,000 |
| Transferred from H.O. at invoice price | 5,40,000 |

10. Mr. Kishore purchased machinery from Bangalore Machinery Ltd. on 1st January 2017 on hire purchase system. The payment is to be made as follows : ₹ 50,000 paid at time agreement, ₹ 3,70,000 at end of 2017, ₹ 3,40,000 at end of 2018, ₹ 3,10,000 at end of 2019, ₹ 2,80,000 at end of 2020, the cash price of machinery ₹ 10,50,000, Rate of interest is 12% p.a. Kishore charged depreciation on machinery at 25% p.a. on diminishing balance.
- You are required to prepare necessary ledger accounts in books of Mr. Kishore.
11. Explain Accounting Conventions and Accounting Process.