TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM.)
EXAMINATION : MAY 2022
THIRD SEMESTER
Sub: Advanced Accounting (MCA-311)

Date: 26/05/2022　　　　　　**Total Marks :100**　　　　　　**Time: 10.00 am to 1.00 pm**

Instructions:　　　1) All questions are compulsory.
　　　　　　　　　　2) Figures to the right indicate full marks.

Q.1　**Answer the following questions. (Attempt any two)**　　　　　　　**(30)**

1. Sun products Pune on consignment to Star Bros. of Mubai.,100 tables costing Rs. 500 each. The consignee was to be allowed a commission of 5% on sales. They accepted a bill of Rs. 15000 at 3 months as an advance. The consignor discounted the bill immediately at 6% p.a. Sun Products paid on Rs. 3000 for fright and Rs. 2000 for wages on sending the goods Star Bros. paid Rs. 4000 for custom duties wages etc.
   After two months Star Bros. seat as account sales that 70 tables were sold at Re. 800 each. And other account sales sent after a month, it was stated that the remaining table were sold at Rs. 760 each. The consignees sent a bank draft for the balance after deducting their commission.
   Give Journal entries in the books of Sun Products Pune

2. Dr. James commenced practice as a sugar investing Rs. 100,000 in equipment on 1st Jan 2021. The receipt and payment A/c for the year was as follows.

Receipt	Amount	Payment	Amount
To fees	200,000	By Rest	12,000
To Misc. Receipt	4000	By Salaries to Assistant	30000
To Equipment Sold	8000	By Journals	4000
		By Library books	12000
		By Equipments purchases	16000
		By drawing	48000
		By Balance	
		At Bank	86000
		Cash in hand	4000
	2,12000		2,12000

   Rs. 6000 of the fees was still outstanding equipment and sold and purchased was on 1st oct. 2021 the cost of the equipment sold being Rs. 12000, Depreciation p.a. on equipment is 20%and library books 5% salaries 10% assistant still payable are Rs. 4000. Prepare Income & Expenditure A/c and the Balance Sheet for the year

3. From the following figures relating to the Birla Sunlife Insurance Co. Ltd. prepare its Revenue A/c and Balance sheet as on 31/3/2022

Sr. No.	Particulars	Amount
1	Share holders capital (200,00,000 sn. Of Rs. 25 each, Rs. 10 per share paid-up)	2,00
2	Claims under policies and outstanding less received on Re-issuance	45,00
3	Life Assurance fund on 1/4/02	4,80,000
4	Investment fund on 1/4/2002	5,000
5	Expenses of management	15,00
6	Investment	51,000
7	Freehold and leasehold property	25,00
8	Up-paid Dividends	51.79
9	Outstanding premiums (Net)	603.2
10	Claims admitted or intimated but not paid	30.00
11	Outstanding interest	5,90
12	Surrenders	2,58.95
13	Annuities	30
14	Premiums less Re. Assurance	75.00
15	Consideration for annuities granted	50.5
16	Bonus in reduction of premiums	4
17	Gain on redemption of debentures (To be carried to investment Res-fund)	20
18	Interest, dividends and Rent receives	3200.336
19	Interest accrued	3,17
20	Income Tax	2,80.148
21	Transfer and other fees	6.43
22	Agent's Balances outstanding	1,45.904
23	Furniture and fittings	90.5
24	Loans on the company's policies within their surrender value	49,00
25	Cash in hand and at Bank	3,64
26	Stamps in hand	7.322
27	Cheques paid into bank and in course of realization	49
28	Cheques issued but not preserved for payment	66.52
29	Sundry creditors	44.874
30	Premium received in advance	1,00
31	Commission paid	1,00
32	Income Tax on interest & dividends	1,20

4. The following relevant items from the Balance Sheet of Lotus Limited are provided.

Particulars	31/3/2021	31/3/2022
Profit & Loss A/c	4,15,000	6,25,000
Inventories	4,15,000	5,10,000
Debtors	3,45,000	3,22,000
Prepaid Expenses	18,000	15,000
Creditors	2,35,000	2,70,000
Provision for Taxation	1,05,000	1,55,000
Provision for doubtful Debtors	17,250	15,000

Depreciation amounting to Rs. 142000 during the year 2021-22Rs. 100,000 was paid as Income Tax. You are required to calculate Net Cash flow from operating activity for the year ending 31/3/2022

Q.2 **Answer the following. (Attempt any three)** **(30)**
1. Define Social responsibility Accounting and objectives of social responsibility accounting
2. Explain the principles of Insurance & write down the distinction between Life Insurance and general Insurance
3. Explain the Accounting standard -1
4. The revenue account of an ICICI prudential Life Insurance Co. shows the Life insurance funds on 31/3/2021 as Rs. 60, 21,310 before taking into a/c the following items.
   1) Claims covered under reinsurance Rs. 22000
   2) bonus utilized in reduction of Life Insurance premium Rs. 14,500
   3) Interest accrued on securities Rs. 18,260
   4) Outstanding premium Rs. 15,410
   5) Claims intimated but not admitted Rs. 36,500
   What is the Life Assurance fund after taking into account the above omissions?
5. State the Principal of insurance.

Q.3 **Write short notes. (Attempt any four)** **(20)**
1. Types of Organization.
2. Branches of Account
3. Revenue A/c
4. Valuation of capital asset
5. Gross Loss
6. LIC

Q.4 **Select the Correct Alternatives (Attempt Any Ten)** **(20)**
1. General Insurance policy is always for ----------------- period.
   a) 1 year   b) 5 year
   c) 10 year   d) 2 year
2. Schedule No. -------------- is related to borrowings.
   a) 10   b) 7
   c) 15   d) 20
3. ---------------- account is like, profit & loss a/c.
   a) Revenue A/c   b) Realization A/c
   c) Income & Expenditure A/c   d) Trading
4. Accounting standard 1 is stand for -------------- .
   a) Disclosures of accounting policy   b) Valuation of inventories
   c) Valuation of capital asset.   d) Accounting Policies
5. Unavoidable loss of goods is called as ---------------- .
   a) Normal Loss   b) Abnormal Loss
   c) Net Loss   d) Gross Loss
6. Insurance means a contract between -------------- persons.
   a) 5   b) 2

    c) 10   d) 3

7   Landed Building is shown in --------------------- .

    a) Trading A/c   b) Balance Sheet

    c) Profit & Loss A/c   d) None of these

8   Net Value added = Gross Value added - ------------------- .

    a) Salary & Wages   b) Rent

    c) Depreciation   d) Advertisment

9   Avoidable loss of goods is called as ----------------- .

    a) Abnormal Loss   b) Normal Loss

    c) Net Loss   d) Gross Loss

10   ---------------- is a statement which show the financial position of the company

    a) Working Capital   b) Receipt & Payment

    c) Balance Sheet   d) Cash flow

11   Management accounting ------------------ of accounting.

    a) Part   b) System

    c) Branch   d) All of these

12   As 2 ------------------------------

    a) Cash Flow statement   b) Valuation of Inventories

    c) Disclosure of accounting policies.   d) None of these