

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 :60

Time: 10.00 am to 12.30 pm

Instructions:

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

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

(32)

1. From the following figures relating to the ICICI Health Insurance Co. Ltd. prepare its Revenue A/c and Balance sheet as on 31/3/2021

Sr. No.	Particulars	Amount
1	Share holders capital (100,00,000 . Of Rs. 25 each, Rs. 10 per share paid-up)	1,00
2	Claims under policies and outstanding less received on Re-issuance	2,250
3	Life Assurance fund on 1/4/2020	2,40,000
4	Investment fund on 1/4/2020	2,500
5	Expenses of management	750
6	Investment	25500
7	Freehold and leasehold property	1250
8	Unpaid Dividends	25.89
9	Outstanding premiums (Net)	301.6
10	Claims admitted or intimated but not paid	1500
11	Outstanding interest	295
12	Surrenders	129.475
13	Annuities	15
14	Premiums less Re. Assurance	3750
15	Consideration for annuities granted	25.25
16	Bonus in reduction of premiums	2
17	Gain on redemption of debentures (To be carried to investment Res-fund)	10
18	Interest, dividends and Rent receives	1600.168
19	Interest accrued	188.5
20	Income Tax	140.074

21	Transfer and other fees	3.215
22	Agent's Balances outstanding	72.952
23	Furniture and fittings	45.25
24	Loans on the company's policies within their surrender value	2450
25	Cash in hand and at Bank	182
26	Stamps in hand	3.661
27	Cheques paid into bank and in course of realization	24.5
28	Cheques issued but not preserved for payment	33.26
29	Sundry creditors	22.437
30	Premium received in advance	50
31	Commission paid	50
32	Income Tax on interest & dividends	60

2. Dr. KEN commenced practice on 1/04/2020 .Her receipts and Payment Accounts for the year ended 31/03/2021 was as follows :

Receipts And Payment Accounts

Receipt	Amount	Payment	Amount
To Cash introduced	4,00,000	By Furniture	2,00,000
To Visits	2,00,000	By Purchase of Drugs	15,60,000
To Receipts from dispensing	29,00,000	By Salary of Compounder	3,33,000
To Misc. Receipts	10,000	By Rent	96,000
		By Conveyance	48,000
		By Lighting	32,000
		By Drawing	7,20,000
		By Balance c/d	5,24,000
	35,10,000		35,10,000

Amount still receivable on account of visits and dispensing are Rs 2000 and Rs12,000 respectively. Amount payable on account of purchases of drugs is Rs 20,000 .Stock of drugs in hand is Rs 1,72,000 salary of compounder payable is Rs 30,000, 40% of conveyance is for domestic purpose. Furniture is subject to depreciation @ 10% p.a.

Prepare an Income And Expenditure Account for the year 31 st March 2021 and The Balance Sheet as on that date.

3. Alexa Products Pune on consignment to Rock Bros. of Pune.,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 Alexa Products paid on Rs. 3000 for freight and Rs. 2000 for wages on sending the goods Rock Bros. paid Rs. 4000 for custom duties wages etc.
After two months Rock Bros. sent as account sales stating 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 and prepare necessary accounts in the books of Alexa Products Pune

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

Particulars	31/3/2020	31/3/2021
Profit & Loss A/c	2,07,500	3,12,500
Inventories	2,07,500	2,55,000
Debtors	1,72,500	1,61,000
Prepaid Expenses	9000	7,500
Creditors	1,17,500	1,35,000
Provision for Taxation	52500	77,500
Provision for doubtful Debtors	8625	7,500

Depreciation amounting to Rs. 71000 during the year 2020-21 Rs. 50,000 was paid as Income Tax. You are required to calculate Net Cash flow from operating activity for the year ending 31/3/2021

Q.2 Answer the following. (Attempt any one)

(08)

1. What is Creative Accounting ?
2. The revenue account of an ICICI prudential Life Insurance Co. shows the Life insurance funds on 31/3/2021 as Rs. 62,20,000 before taking into account the following items.
 - 1) Claims covered under reinsurance Rs. 12000
 - 2) bonus utilized in reduction of Life Insurance premium Rs. 4000
 - 3) Interest accrued on securities Rs. 8,000
 - 4) Outstanding premium Rs.5,000
 - 5) Claims initiated but not admitted Rs. 26,000.
 What is the Life Assurance fund after taking into account the above omissions?
3. Explain types of Accounts.

Q.3 Write short notes. (Attempt any two)

(10)

1. AS5
2. Consignee
3. Abnormal loss
4. Capital Funds

Q.4 Select the Correct Alternatives (Attempt Any Ten)**(10)**

1. Landed Building is shown in ----- .
1) Trading A/c 2) Balance Sheet
3) Profit & Loss A/c 4) None of these
2. Net Value added = Gross Value added - ----- .
1) Salary & Wages 2) Rent
3) Depreciation 4) Advertisement
3. Avoidable loss of goods is called as ----- .
1) Abnormal Loss 2) Normal Loss
3) Net Loss 4) Gross Loss
4. ----- is a statement which show the financial position of the company
1) Working Capital 2) Receipt & Payment
3) Balance Sheet 4) Cash flow
5. Management accounting ----- of accounting.
1) Part 2) System
3) Branch 4) All of these
6. As 2 -----
1) Cash Flow statement 2) Valuation of Inventories
3) Disclosure of accounting policies. 4) None of these
7. General Insurance policy is always for ----- period.
1) 1 year 2) 5 year
3) 10 year 4) 2 year
8. Schedule No. ----- is related to borrowings.
1) 10 2) 7
3) 15 4) 20
9. ----- account is like, profit & loss a/c.
1) Revenue A/c 2) Realization A/c
3) Income & Expenditure A/c 4) Trading
10. Accounting standard 1 is stand for ----- .
1) Disclouses of accounting policy 2) Valuation of inventories
3) Valuation of capital asset. 4) Accounting Policies
11. Unavoidable loss of goods is called as ----- .
1) Normal Loss 2) Abnormal Loss
3) Net Loss 4) Gross Loss
12. Insurance means a contract between ----- persons.
1) 5 2) 2
3) 10 4) 3
