

**TILAK MAHARASHTRA VIDYAPEETH, PUNE**  
**MASTER OF COMMERCE (M.COM.)**  
**EXAMINATION : DECEMBER - 2022**  
**FIRST SEMESTER**  
**Sub: Advanced Financial Accounting (MCA-111)**

**Date: 7/12/2022**

**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. Patel Ltd. Pune has an overseas branch at Singapore. The following is the trial balance of Singapore branch as on 31<sup>st</sup> Dec 2021

Particulars	Singapore \$	Particulars	Singapore \$
Computer & Office equipment	6000	Sales	25000
Opening Stock(1-1-2007)	2500	Creditors	1500
Salaries	3125	Head Office	8750
Debtors	6250		
Furniture	1250		
Insurance	250		
Goods from head office	5000		
Purchase	10000		
Wages	500		
Carriage inward	250		
Cash in hand	125		
	35250		35250

The head office books had the following balances as on the date of closing.

Branch Account                      Rs104975  
Goods sent to Branch                Rs60013

The Singapore Branch charged depreciation on computers, office equipment and furniture @10%. There were prepaid insurance \$13, outstanding wages \$25, outstanding salary \$125 and stock 31<sup>st</sup> Dec \$7500.

The exchange rate between the head office and branch currencies is fairly stable at \$ 1=10.  
Convert the trial balance.

- 2 From the following Trial Balance of Akshay Co- Operative consumer society Ltd. Pune, as on 31<sup>st</sup> March 2021 , Prepare Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March 2021 and Balance Sheet as on that date after considering the adjustment given thereafter.

Trial Balance

Particulars	Debit Rs.	Credit Rs.
Share Capital		160000
Calls in Arrears	10000	
Reserve Fund		15000
Common Good Fund		5000
Opening Stock of Consumer Goods	110000	
Furniture	48000	
Education Fund		8000
Sundry Creditors		20000
Sundry Debtors	30000	
Commission Payable		4000
Salaries	71000	
Commisssion	17400	
Rent,Rates and Taxes	20000	
Postage	12100	
Land	9000	
Interest on Investment		10000
Equipment	20000	
Purchase	1640000	
Investments	100000	
Sales		2060500
Cash in Hand	25000	
Cash at Bank	170000	
	2282000	2282000

Adjustments:

1. Outstanding rent payable on 31<sup>st</sup> March 2021 was Rs. 1000.
  2. Charge 5% depreciation on furniture.
  3. Closing Stock of consumer's goods is valued at cost Rs. 140000.
  4. Interest accrued on investment Rs. 2000.
  5. Outstanding salary on 31<sup>st</sup> March 2011 was Rs. 2000 and Rs. 3000 paid in advance.
  6. Authorized Capital 20000shares of Rs 10 each.
- 3 Differentials between privates accounting and government accounting
- 4 The Bombay Coal. Co. Ltd leased a piece of land form Zeanath for ten years from 1<sup>st</sup> January 2018 on the following terms.-  
The Bombay Coal Co. Ltd. shall pay a minimum lent of Rs. 1400 per year for the first year with an annual increase of Rs. 140 in every subsequent year in the minimum lent merging into a royalty of 25 paise per ton of coal taken out with power to coup short working in the first three years only. The annual output for five years was as under

Years	Tons
2018	2400
2019	5200
2020	9400
2021	12,200
2022	4920

Record the above transactions in the books of the Bombay Coal Co. Ltd. by means of Journal entries.

**Q.2 Answer the following. (Attempt any three) (30)**

1. Explain the Principles of co-operative sector
2. Finolx Ltd. takes on oil tanker on lease for 4 years. It secured at contract with transport company to transport oil. The agreement was done on 1<sup>st</sup> Jan 2019. Rent agreed; Rs. 1,20,000 Rs. 1,00,000; Rs. 81,000; Rs. 60,000 His other income and expenses is given as\_-

Particulars	2019	2020	2021	2022
Driver Salary	40,000	42,000	42,000	44,000
Administrative				
Overheads	20,000	20,000	26,000	28,000
Diesel & Oil	20,000	32,000	36,000	32,000
Hire Poud	1,80,000	1,90,000	2,00,000	1,92,000

Capital Balance at beginning Rs. 40,000 All payments and receipts are in cash.

You are required to show

- 1) Profit and Loss Account for four years
- 2) Balance Sheet
3. Explain the concept of government accounting and write difference between private accounting and government accounting.
4. Features of lease in detail
5. What do you mean by branch? And state the types of branch

**Q.3 Write short notes. (Attempt any four) (20)**

1. Private accounting
2. Objectives of branch accounting
3. Types of Societies
4. Objectives of government accounting
5. Foreign branch
6. Carbon Credit

**Q.4 Select the Correct Alternatives (Attempt Any Ten) (20)**

- 1 Government accounting is same as ----- accounting.
  - a) Private
  - b) Carbon
  - c) Company
  - d) None of these
- 2 ----- run the risk of obsdscence of asset under finance lease
  - a) Lessee
  - b) Landlord
  - c) Owner
  - d) None of these
- 3 Every co-operative society must carry ----- of profit to reserve fund.
  - a) 15%
  - b) 20%
  - c) 25%
  - d) 10%

- 4 ----- branch maintain its own set of books.
- |                |                  |
|----------------|------------------|
| a) Home        | b) Dependent     |
| c) Independent | d) none of these |
- 5 Copyright royalties are based on -----
- |           |                  |
|-----------|------------------|
| a) Sales  | b) Purchase      |
| c) Output | d) None of these |
- 6 Lease equalization account is transferred to -----
- |                      |  |
|----------------------|--|
| a) Profit & Loss A/c | b) Profit & Loss A/c appropriation A/c |
| c) Balance Sheet     | d) None of these                       |
- 7 Royalty account is a ----- account.
- |             |                  |
|-------------|------------------|
| a) Personal | b) Normal        |
| c) Real     | d) none of these |
- 8 Foreign branch is a type of ----- branch.
- |              |                 |
|--------------|-----------------|
| a) Home      | b) Independent  |
| c) Dependent | d) Non of these |
- 9 Minimum rent or actual rent royalty whichever is ----- a paid
- |           |                  |
|-----------|------------------|
| a) Higher | b) Lower         |
| c) Equal  | d) None of these |
- 10 The final accounts of Co-operative society is prepaid in ----- form.
- |      |      |
|------|------|
| a) L | b) M |
| c) H | d) N |
- 11 There are ----- types of lease.
- |         |          |
|---------|----------|
| a) Two  | b) Three |
| c) Four | d) Five  |
- 12 Lessee is also known as ----- .
- |             |           |
|-------------|-----------|
| a) Tenant   | b) Owner  |
| c) Landlord | d) Member |
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