

**TILAK MAHARASTRA VIDYAPEETH, PUNE**  
**BACHELOR OF COMMERCE (B.COM.)**  
**EXAMINATION- MAY 2023**  
**FOURTH SEMESTER**  
**Sub.: Advance Accounting (BCOM19-208)**

**Date: 24/5/2023**

**Total Marks: 100**

**Time: 2.00 pm to 5.00 pm**

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

**Q.1 (a) Fill in the blanks (Any 5) (10)**

1. Memorandum Trading Account is prepared to calculate-----
  - a) Gross Profit
  - b) Net Profit
  - c) Stock
  - d) Sales
2. To ascertain shortage of stock-----A/c prepared.
  - a) Branch Stock
  - b) Branch Debtors
  - c) Branch Expenses
  - d) Branch Cash
3. In Single entry credit sales are missing when account is-----prepared
  - a) Debtors
  - b) Creditors
  - c) Bills Receivable
  - d) Bills Payable
4. Gross profit is calculated on -----.
  - a) Sales
  - b) Purchases
  - c) Opening stock
  - d) Closing Stock
5. Interest and brokerage are calculated-----value of Investment.
  - a) Capital Value
  - b) Opening Balance
  - c) Face Value
  - d) Closing Balance
6. Accounting Standards 6 deals with-----
  - a) Depreciation
  - b) Revenue Recognition
  - c) Accounts for Investment
  - d) Valuation of stock
7. -----Account is prepare to calculate the stock on the date fire.
  - a) Memorandum Trading
  - b) Trading Account
  - c) Balance-sheet
  - d) Non of the above

**Q.1 (b) State whether the following statement are true or false (any 5) (10)**

1. Departments are located under one roof.
2. In single entry system all types of accounts are maintained.
3. 
$$\text{G.P. Ratio} = \frac{G.P}{Sales} \times 100$$

4. A banking company cannot grant loan to any of its directors.
5. Ratio analysis is a technique of planning and Control.
6. Bills purchase and discounted is recorded in schedule No 9.
7. Memorandum Trading Account is prepare to calculate the stock on the date fire.

**Q.2 (a)** A Fire broke out in the premises of Raj Co. Pune on 1<sup>st</sup> July 2022 and the stock of the value of Rs. 3,15,000 was salvaged and the books and records were saved. **(20)**

The following information was obtained

Particulars	Rs.
Stock on 31 <sup>st</sup> March 2021	8,40,000
Stock on 31 <sup>st</sup> March 2022	8,40,000
Sales from 1 <sup>st</sup> April to 30 <sup>th</sup> June 2022	10,20,000
Purchases from 1 <sup>st</sup> April to 30 <sup>th</sup> June 2022	6,30,000
Sales for the year ended 31 <sup>st</sup> March 2022	30,00,000
Purchases for the year ended 31 <sup>st</sup> March 2022	18,00,000

Calculate the amount of claim to be submitted to the Insurance Company in Respect on the loss of stock.

**OR**

**Q.2 (b)** What is single entry system of book keeping? What are the main features and disadvantages of single entry system

**Q.3 (a)** The following is the Trading and Profit and Loss A/c of Ajay Ltd. for the year ended 31<sup>st</sup> March 2022 **(10)**

Trading and Profit and Loss Account  
For the year ended 31<sup>st</sup> March 2022

Particulars	Rs.	Particulars	Rs.
To Stock	76,250	By Sales	5,00,000
To Purchases	3,15,250	By Closing Stock	98,500
To Wages	7,000		
To Gross Profit	2,00,000		
Total	5,98,500	Total	5,98,500
To Administrative Expenses	1,01,000	By Gross Profit	2,00,000
To Finance Expenses	7,000	By Non Operating incomes	
		Interest on Securities	1,500
To Selling Expenses	12,000	Dividend	3,750
To Non Operating Expenses		Profit on sale of Shares	750
Loss on sale of securities	84,000		
Total	2,06,000	Total	2,06,000



Dept Z	10,000	
Carriage and Freight	800	
Salaries	20,000	
Travelling Expenses	1,500	
Rates and Taxes	6,000	
Insurance	10,500	
Sales Dept Y		1,20,000
Dept Z		80,000
Sundry Debtors and Creditors	12,500	7,500
Bills Receivable and Bills Payable	2,500	2,000
Premises	14,000	
Managers Salaries	5,000	
Printing and Stationery	500	
Discount	1,000	
Advertisement	3,500	
Plant and Machinery	15,500	
Furniture	500	
Fuel and Water	1,750	
Incidental Expenses	450	
Cash in Hand	1,200	
Cash at Bank	4,800	
<b>Total</b>	<b>2,59,500</b>	<b>2,59,500</b>

Following additional information is also provided.

1. Stock on 31<sup>st</sup> December 2022 Dept Y-20,000 and Dept Z -15,000
  2. Provide R.D.D. at 5% on Debtors.
  3. Wages outstanding Dept. Y-600 and Dept Z-400
  4. Salaries outstanding Rs. 4000
  5. Rates and Taxes prepaid Rs. 1500.
  6. Depreciation on Plant and Machinery at 10%
  7. Value of service Rs. 100 rendered by Dept. z to Dept Y.
- All unallocated expenses are to be apportioned on the basis of Sales.
4. Difference between Single Entry and Double Entry.