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BACHELOR OF COMMERCE (B.COM)
EXAMINATION: DECEMBER 2023
FIRST SEMESTER

Sub.: Financial Accounting (BCOM19-101/ BCC-102/ BCOM23-101)

Date: 05/12/2023

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. (A) Fill in the blanks (Any 5) (05)

1. _____ = Liabilities+ Capital
 - a) None of these
 - b) Assets
 - c) Loss
 - d) Profit
2. Aim of every business is to earn _____.
 - a) Loss
 - b) Profit
 - c) Friends
 - d) None of these
3. Borrowing costs deals with _____.
 - a) None of these
 - b) AS 16
 - c) AS10
 - d) AS9
4. Depreciation accounting deals with _____.
 - a) AS10
 - b) None of these
 - c) AS6
 - d) AS14
5. _____ is considered as the language of business.
 - a) Accounting
 - b) Journal
 - c) Ledger
 - d) None of these
6. _____ means discontinuation.
 - a) Admission
 - b) Dissolution
 - c) None of these
 - d) All of these
7. Journal records the _____ transaction.
 - a) Daily
 - b) None of these
 - c) Weekly
 - d) Monthly

(B) State whether the following statements are true or false (any 5) (05)

1. There are no rules in accounting
2. Profit acts as legal evidence.
3. Capital Expenditure is non-recurring in nature.

4. Book-Keeping is an art.
5. Aim of a business is to earn loss.
6. Closing stock is added in depreciation.

Q.2. (A) Amit, Bunty and Chintu were in a partnership sharing profit and losses in the ratio of 1/2, 1/4 & 1/4. They decided to dissolve the partnership firm on 31st Dec 2022. On which date their Balance Sheet was as follows - **(20)**

Balance Sheet as on 31st Dec 2022

Liabilities	Amt.	Assets	Amt.
Capital Amit	2,00,000	Goodwill	20,000
Bunty	110,000	Plant & Machinery	2,00,000
Chintu	50,000	Land & Building	1,30,000
Reserve fund	40,000	Bills of Exchange (Dr)	110,000
Income Tax	10,000	Debtors	150,000
Creditors	2,34,000	Stock	180,000
Bills of Exchange (Cr.)	1,56,000	Cash	10,000
	8, 00,000		8, 00,000

The assets were raised on piecemeal basis –

Date	Amount realized
10 st January	30,000
15 st February	4,22,000
24 th March	1,64,000
30 th April	1,16,000

It was agreed that cash should be distributed as and when realized, It was decided to keep aside Rs 10,000 for expenses of realization which actually amounted to Rs 6000 paid in April.

You are required to draw up a detailed statement showing the distribution of each. Installment as per Highest Relative Capital Method.

OR

(B) On 1st January 2018 'Akash' Ltd purchased an Asset of Rs 50,000/- and decided to depreciate it by Annuity method. In four years by charging interest @ 6% p.a., a reference to the annuity table shows that to depreciate Rs 1 by Annuity method in 4 yrs @ 6% interest a sum of Re. O. 288591 is required.

Prepare lease A/c depreciation A/c and Interest A/c for 4 yrs.
Calculations are to be made in the nearest rupee.

Q.3. (A) Following is a Balance sheet of 'A', 'B' and 'C' who shared profit and losses in the ratio 3:2:1 respectively. **(10)**

Balance sheet 31st Dec 2022

Liabilities	Amt	Asset	Amt
Capital: A	40,000	Cash	8,000
B	20,000		
C	4,000		
Creditors	32,000	Debtors	36,000
B's loan	8,000	Stock	16,000
A's loan	12,000	Machinery	64,000
Municipal Taxes	8,000		
	1, 24,000		1, 24,000

You are required to prepare an excess Capital Statement.

(B) Write short notes. (Any 2)

(05)

1. Personal Account
2. Pro-forma of Trading Account
3. Pro-forma of Balance Sheet
4. Journal

Q.4. (A) Explain the types of Accounts and Golden rules of Accounting in detail.

(15)

OR

(B) From the following particular prepare Crop A/C.

Particular	Amt. (Rs.)
Opening Stock	
Wheat	10,000
Seeds	2,000
Fertilizers	3,000
Purchases	
Seeds	1,200
Fertilizers	1,800
Wages paid in cash	13,600
Wages paid in kind	9,200
Sales of Wheat	70,800
Wheat consumed by the Proprietor	3,200
Depreciation	4,000
Closing stock	
Wheat	8,000
Seeds	1,400
Fertilizers	1,600