

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM.)
EXAMINATION : DECEMBER - 2023
THIRD SEMESTER
Sub: Advanced Accounting (MCA-311)

Date: 07/12/2023

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. Answer the following questions. (Attempt any two) (30)

1. From the following figures relating to the Star 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 (200, 00,000. 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 1/4/2020	4,80,000
4	Investment fund on 1/4/2020	5,000
5	Expenses of management	1,500
6	Investment	51,000
7	Freehold and leasehold property	2,500
8	Unpaid Dividends	51.79
9	Outstanding premiums (Net)	603.2
10	Claims admitted or intimated but not paid	3000
11	Outstanding interest	590
12	Surrenders	258.95
13	Annuities	30
14	Premiums less Re. Assurance	7500
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	317
20	Income Tax	280.148
21	Transfer and other fees	6.43
22	Agent's Balances outstanding	145.904
23	Furniture and fittings	90.5
24	Loans on the company's policies within their surrender value	4900
25	Cash in hand and at Bank	364
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	100
31	Commission paid	100
32	Income Tax on interest & dividends	120

2. Receipt & Payment A/c Explain with format
3. From the following information calculate funds from investing activities.
Balance Sheet

Liabilities	31/3/22	31/3/23	Assets	31/3/22	31/3/23
Equity capital	3,00,000	3,50,000	Fixed Assets	5,10,000	6,20,000
Pref. Capital	2,00,000	1,00,000	Investments	30,000	80,000
Debentures	1,00,000	2,00,000	Current Assets	2,40,000	3,75,000
Reserves	1,10,000	2,70,000	Disc. On debentures	10,000	5,000
Debts	10,000	15,000			
Current Liabilities	70,000	1,45,000			
	7,90,000	10,80,000		7,90,000	10,80,000

Additional Information

- 1) A machine costing Rs. 70,000 with a book value of Rs. 40,000 was disposed off for Rs. 25,000
- 2) Provision for depreciation was Rs. 1,50,000 on 31/3/2022 and Rs. 1,90,000 as on 31/3/2023

4. You are given the summarized trading & Profit & Loss A/c of B Ltd. for the year ended 31st March 2023.

Particulars	Amount Rs.	Amount Rs.
Sales (excluding value added tax)		70,00,000
(-) cost of sales		40,00,000
Gross Profit		30,00,000
(-) Less		
Wages & Salaries	5,00,000	
Operating Expenses	2,00,000	
Depreciation	1,00,000	
Interest Paid	4,00,000	
Excise duty	4,00,000	16,00,000
Profits before tax		14,00,000
(-) provision for taxation		4,20,000
Profit after tax		9,80,000
(-) Dividends		1,40,000
Retained Profits		8,40,000

You are required to prepare a statement of value added on gross basis

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

(30)

1. Anand & Co. Pune sent on consignment Bakul & Co. Satara goods costing Rs. 40,000 paying Rs. 4000 for carriage freight and Insurance and drew a three month's bill on the latter for Rs. 25,000, which was immediately discounted at 8% p.a.

Two months later Bakul & Co. sent an account sales showing that 75% of the consignment had been sold out for Rs. 62,000 out of which Rs. 56,000 were for cash and rest on credit. Bakul & Co. also incurred selling expenses of Rs. 2,000 and remitted the balance after deducting their dues.

Bakul & Co. is allowed 5% ordinary commission and 10% delcredere commission. Out of the credit sales made by them Rs. 600 could not be recovered from a customer.

Pass journal entries and show ledger accounts in the books of Anand & Co. Pune assuming that no further sale book place till the end of the accounting year

2. Explain the Important provisions of the insurance Act. 1938
3. What is Consignment Accounts , feature & steps in consignment arrangement
4. Explain the Accounting standard -2
5. From the following Trial Balance, you are required to prepare Income and Expenditure A/c of advocate. Anand Verma for the year ended 31/3/2022 and also prepares the balance sheet do on that date.

Particulars	Dr. Rs.	Cr. Rs.
Cash in hand	1,150	
Bank overdraft		50,250
Capital		8,45,510
Loan payable		2,00,000
Leasehold premises	180,000	
Computers	2,73,000	
Furniture	15,000	
Stationery	1,45,580	
Professional fees received		11,07,600
Interest received		1,20,000
Salaries	2,14,350	
Repairs to furniture	1,00,300	
Repairs to Computer	1,02,500	
Office Rent	3,06,000	
Drawings	1,04,100	
Interest	54,860	
Car	10,00,000	
Misc. Income		1,73,480
	24,96,840	24,96,840

Additional Information

- 1) Provide depreciation on Computers @ 25%
- 2) Salaries of Rs. 18,000 for the month of march 2022 are still outstanding.
- 3) Stock of stationery in hand at the end was Rs. 1000/-

8. ----- is statements which shows the debit balance as and credit balance of all ledger A/c.
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|------------------|------------------|
| 1) Balance sheet | 2) Trial balance |
| 3) Cash book | 4) Purchase book |
9. ----- means an activity requiring some special qualification skill or ability
- | | |
|-------------|---------------|
| 1) Business | 2) Trade |
| 3) Vocation | 4) Profession |
10. As – 3 -----
- | | |
|--------------------------------------|------------------------|
| 1) Valuation of inventories | 2) Cash flow statement |
| 3) Disclosure of accounting policies | 4) Fund flow statement |
11. ----- is additional commission payable to consignee for taking over additional responsibility of collecting money from customers.
- | | |
|-----------------------|------------------------|
| 1) Sales Commission | 2) Purchase commission |
| 3) Decered commission | 4) Prepaid commission |
12. Plant & Machinery is show in -----
- | | |
|--------------------------|------------------|
| a) Receipt & Payment A/c | b) Balance Sheet |
| c) Trading A/c | d) None of these |
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