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BACHELOR OF COMMERCE(B.COM)
EXAMINATION – MAY 2024
SECOND SEMESTER
Sub.: Advance Financial Accounting (BCOM23-201)

Date: 9/05/2024

Total Marks: 60

Time: 10.00 am to 12.30pm

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. Lessee is also known as ----- .
 - a) Tenant
 - b) Owner
 - c) Landlord
 - d) Member
2. Royalty account is a ----- account.
 - a) Personal
 - b) Normal
 - c) Real
 - d) none of these
3. Foreign branch is a type of ----- branch.
 - a) Home
 - b) Independent
 - c) Dependent
 - d) None of these
4. Minimum rent or actual rent royalty whichever is ----- a paid
 - a) Higher
 - b) Lower
 - c) Equal
 - d) None of these
5. Government accounting is same as ----- accounting.
 - a) Private
 - b) Carbon
 - c) Company
 - d) None of these
6. ----- branch maintain its own set of books.
 - a) Home
 - b) Dependent
 - c) Independent
 - d) none of these
7. Which of the following is not a current liability?
 - a) Creditors
 - b) Creditors
 - c) Short term loans
 - d) Short term loans

b) State whether the following statement are true or false (any 5) (05)

1. Ledger is individual account
2. Balance sheet is a financial status of the business
3. Operational lease is revocable
4. When the branch is located in foreign country it is called foreign branch.
5. Journal is recording of accounts.
6. Royalty account is a Real Account.

7. Copyright Royalties are based on sales

Q. 2 a) The Sun Coal. Co. Ltd leased a piece of land from Anil for ten years from 1st January 2019 on the following terms.- (20)

The Sun Coal Co. Ltd. shall pay a minimum rent of Rs. 1400 per year for the first year with an annual increase of Rs. 140 in every subsequent year in the minimum rent 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
2019	2400
2020	5200
2021	9400
2022	12,200
2023	4920

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

Or

b) Explain the types of Branches in detail.

Q. 3 a) Akash leased his car valued Rs.89730. A lease rental Rs.30000. Payable at the end of each year for 5 years. Calculate rate of interest. Verify it. (10)

(Factor 2.991- Lies in 20%)

PV factor at 20%	1 st year	.833
	2 nd year	.694
	3 rd year	.579
	4 th year	.482
	5 th year	.402

b) Write short notes. (Any 2) (05)

1. Private accounting
2. Objectives of branch accounting
3. Copyright
4. Minimum rent

Q. 4 a) Explain lease Account? Gives its objectives (15)

OR

b) 1. Rohan Lease a car costing Rs. 80000 for 5 year term and the rental payable 20000, 25000, 30000, 25000, 20000 rept. Calculate the rate of interest implicit. Factor 3.33 is between 14% and 16%

PV factor	14%	16%
1st year	0.877	0.862
2nd year	0.769	0.743
3rd year	0.675	0.641
4th year	0.592	0.552
5th year	0.519	0.476