

Rayat Shikshan Sanstha's  
Rajarshi Chhatrapati Shahu College, Kolhapur

SEMESTER I-PRELIUM (2019-20)

Subject: Financial Accounting

Class: B.Com I

Marks-50

Date:11-10-2019

Time:12 to 2pm

Q.1. The respective Balance Sheets of A and B, and C and D at the date of amalgamation i.e. 31<sup>st</sup> March, 2010.

Balance Sheet of A & B

Liabilities	Rs.	Assets	Rs.
Sundry Creditors	21,500	Cash at Bank	3,000
Capitals		Sundry Debtors	20,000
A 25,000		Stock	30,000
B 15,000		Investments	8000
	40,000	Office Furniture	500
	61,500		61,500

Balance Sheet of C & D

Liabilities	Rs.	Assets	Rs.
Sundry Creditors	21,000	Cash at Bank	1,000
Reserve	11,500	Sundry Debtors 25,000	
Capitals		Less Reserve - 500	
C 19,000			24,500
D 11,000		Stock	20,000
	30,000	Trade Fixtures	1,000
		Leasehold Premises	12,000
		Goodwill	4,000
	62,500		62,500

It was agreed that the Balance Sheet of A and B should be adjusted as follows before amalgamation

(a) That Rs. 400 be reserved for doubtful debts.

- (b) That stock and furniture be depreciated by 10%.
- (c) That investments be taken over at Rs. 10,000
- (d) That Rs. 300 be reserved for Discount on Creditors.
- (e) That Goodwill be valued at Rs. 4,000.

The following adjustments were agreed upon in the Balance Sheet of C and D

(i) That Book Debts, Stock and Trade Fixtures be taken over a book figures.

(ii) That the leasehold and Goodwill be valued at Rs. 18,000 and Rs. 6,000 respectively

The Capitals A,B,C and D in the new firm were fixed at Rs. 30,000 and Rs. 20,000, Rs. 30,000 and Rs. 20,000 respectively.

- (a) Give ledgers accounts in the books of A & B
- (b) Give ledger accounts in the books of C & D
- (c) Balance Sheet in the books of the new firm M\s. ABCD. (20)

Q.2.Solve any two problems. (20)

1) Usha fans Kolkata consigned to vijay and sons , Amaravati 100 Fans costing Rs. 250 each at 20% above cost and paid Rs 100 for insurance .Rs 400 for carriage and Rs 500 for other expenses. vijay and sons accepted a bill for Rs 12000 and issued a cheque for Rs 3,000 after receiving the consignment .Usha fans then discounted the bill for RS 11,700 And in due course received an account sales showing( 1) Credit sales – 60 fans at Rs 350 each (2) Cash sales – 30fans at Rs 400each (3) Expenses incurred by vijay & Sons – godown rent Rs 300, carriage Rs 500. commission Rs 1,730 (4)vijay and sons recived RS 20,300 from the debtors ,Allowed Rs 300 as discount and incurred bad debts Rs .400 . they remitted the Balnce due by a bank draft sent with the account sales (5)Discount on the bill is to be treated as a consignment loss

Prepare Consignment A/c in the books of m/s Usha fans & Consignee A/c.

(10)

2) Dr Ajit commenced his practice on 1<sup>st</sup> April, 2006 with Rs 15000. His receipt and payments account for the year ending 31<sup>st</sup> March 2007 was as under.

Receipt and payments a/c

For the year ended 31-3-2007

Receipt	Rs .	payments	Rs
To Cash introduced	15,000	BY Furniture	4,000
To Visits	20,000	By Equipments	5,000
To Receipts from Dispensing	12,000	By Purchase of drugs	3,000
To Sundry Receipts	500	By salary of Assistants	2,400
		By Rent	1,800
		By Travelling expenses	1,200
		By Stationery	100
		By Lighting	200
		By Journals	300
		By Drawing	10,000
		By Balance	19,500
	47,500		47,500

Amounts outstanding for visits and dispensing were Rs 1,200 and 900 respectively. Salary payable to assistants amounted to Rs 600. 40% of travelling expenses were for domestic purpose. Stock of drugs on 31-3-2007 was Rs 800. Amount payable for purchase of drugs was Rs 300. Furniture and Equipments to be depreciated at 10%. Prepare Receipt and Expenditure Account for the Year ending 31<sup>st</sup> March, 2007.

(10)

3) On 1<sup>st</sup> April 1998 Sorab & Sons of Mumbai consigned goods of Rs.11,000 to Roy & Co. at a proforma invoice value of Rs.15,000. Sorab & Sons paid Rs.400 for freight & Insurance. Roy & Co. paid 1000 for carriage. Roy & Co. sent a bank draft of Rs.2000 to Sorab & Sons as an advance. Roy & Co. sold all goods for Rs.16000. Roy & Co. entitled to a commission at 5% on sale proceeds. Roy & Co. remitted balance to Sorab & Sons.

Prepare consignment A/c, Roy & Co's A/c in the books of Sorab & Sons. (10)

Q.3. Write short notes. (any 2) (10)

1. Branches of Accounting
2. Entity concept
3. Receipts & Expenditure A/c