

FY (A/F)

APEX

Fin. Acctg - II

TIME : 2 hrs. March '09

MARKS : 60

Instruction : 1) Attempt all the questions.

2) Figures to the right indicate marks.

- Q.1 A) The stock on hand of a material as on 1.9.2008 was 500 units at Re. 1 per unit. The following purchases and issues were subsequently made. prepare the stores ledger. Account showing how the value of the issues would be recorded under FIFO method. 09

Purchased		Issued	
6-9-2008	100 units at Rs.1.10	9-9-2008	500 units
20-9-2008	700 units at Rs.1.20	22-9-2008	500 units
27-9-2008	400 units at Rs.1.30	30-9-2008	500 units
13-10-2008	1000 units at Rs.1.40	15-10-2008	500 units
20-10-2008	500 units at Rs. 1.50	22-10-2008	500 units
17-11-2008	400 units at Rs. 1.60	11-11-2008	500 units.

- B) 1) The gross profit of department X is Rs.75,000 and its sales including transfers amounts to Rs.7,50,000. The stock of department Y is Rs.7,500. Goods are transferred from department X to department Y at normal rate. Find out stock Reserve. 06
- 2) Debtors on 1st January, 2007 Rs.60,000. Debtors on 31st December 2007 Rs.70,000. Collection from Debtors Rs.1,20,000. Sales return Rs.10,000. Find out the amount of credit sales.
- 3) X & Co has Head Office at Delhi and Branch at Mumabi. Goods sent to Branch at Invoice price which is cost + 50%. Goods sent Rs.3,00,000. Calculate loading.

Q.2 A) **Explain the following :-** 06

- 1) Double entry system.
- 2) Department.
- 3) Income and Expenditure Account.

B) **Choose the correct answer from the following :-** 03

- 1) Accounting packages
 - a) Tally
 - b) Computer
 - c) Laptop
- 2) Under stock debtor system Branch Adjustment Account Shows
 - a) Net profit
 - b) Gross profit
 - c) Branchg stock.
- 3) Items of expenses not connected with any department are
 - a) Charged to departments ont he basis of total sales.
 - b) Charged to the General Profit & Loss Account.
 - c) Charged to departments on the basis of fixed assets employed.

C) **State whether the following statements are True or False.** 03

- 1) Trial balance can be prepared under single entry system.
- 2) Receipts and Payments Account records receipts & payments of revenue nature only.
- 3) Collection from Debtors is calculated from Debtors Account.

Q.3 Fiat Ltd. has a branch at Nasik to which goods are invoiced at cost plus 25% The following information is supplied to you for 2008. 15

Particulars	Rs.	Particulars	Rs.
Stock on 1-1-2008 (Invoice Price)	30,000	Cash received from, Debtors	68,400
Debtors 1-1-2008	20,000	Discount allowed to Debtors	1,600
Petty cash on 1-1-2008	160		
Goods sent to Branch (Cost)	80,000	Cash remitted to Branch for exps.	16,000
Cash Sales	52,000	Petty cash at Branch On 31-12-2008	180
Credit Sales	72,000		
		Stock on 31-12-2008 (Invoice Price)	24,000
		Liabilities for expenses on 31-12-2008	500

The branch remits the proceeds to the head office regularly.
Prepare Branch A/C in the Head office books.

OR

Q.3 The following is the Receipts and payments Account of a Panorama club for the year ended 31st December, 2008.

Receipts	Rs.	Payments	Rs.
Cash (1-1-2008)	15,000	Bank Overdraft (1-1-2008)	31,000
Subscriptions :		Investments in Securities	30,000
2007 2,000		Furniture	14,500
2008 1,62,000		Salaries	62,000
2009 <u>2,500</u>	1,66,500	Printing & Stationery	8,900
Entertainment show		Entertainment	
Proceeds.	20,000	Show Expenses	17,100
Entrance Fees	6,700	Sundry Expenses	10,000
Interest on Securities	4,800	Telephone	4,200
Sales of old chairs (Book value NIL)	1,200	Cash (31-12-2008)	5,500
		Bank (31-12-2008)	31,000
	2,14,200		2,14,200

You are required to prepare the Income and Expenditure Account of the Society for the year ended 31st December 2008 and Balance Sheet as on that date, after considering the following :

- 1) The Society has 18000 members each paying annual fees of Rs.10. Subscriptions amounting to Rs.900 were still in arrears for the year 2007.
- 2) Stock of stationery as on 31st December 2007 was Rs.1,250 and on 31st December 2008 was Rs.870.
- 3) Entrance fees are to be capitalised.
- 4) Salary of Rs 5,500 for December 2008 is outstanding.

- Q.4 Rational Departmental stores has prepared the following Trading and Profit and Loss Account for the year ended 31st March 2008. 15

Particulars	Rs.	Particulars	Rs.
To Opening stock		By Sales	
Dept H	45,000	Dept H	3,02,600
Dept M	60,000	Dept M	4,53,900
Dept T	27,800	Dept T	1,51,300
To Purchases			
Dept H	2,24,000	By closing stock	
Dept M	3,55,000	Dept H	35,000
Dept T	1,54,000	Dept M	64,000
To salaries	60,000	Dept T	75,000
To Rent / Taxes	45,000		
To Discount	12,000		
To Advertisement	34,500		
To Trade Expenses	9,000		
To Depreciation	15,000		
To Electricity	18,300		
To Carriage outward	6,600		
To Net Profit	15,750		
	10,81,850		10,81,850

Prepare Departmental Trading and Profit and Loss Account for the year ended 31st March 2008 after considering the following data :-

- Rent / Taxes to be allocated in the ratio of area occupied which was 1 : 2 : 1 respectively
- Depreciation to be charged equally.
- of the two salesmen employed, one worked in Dept M alone. The other works in Dept H and T. His salary be allocated equally between Dept H and T. Salary of each salesman is Rs.2,500 p.m.
- All other expenses except those mentioned in item (a) to (c) above, be allocated in the ratio of sales of the respective departments.

OR

- Q.4 Mr. Prasadchand maintained his accounts on single entry system. His balance for the year ended 31st March 2007 and 31st March 2008 were as follows :

Particulars	31-03-2007	31-03-2008
Bills Receivable	4,000	2,400
Stock	7,900	8,800
Creditors	9,400	8,350
Cash	3,908	1,963
Bills payable	3,471	5,051
Debtors	9,361	8,355
Furniture	2,000	2,000

From his Cash book for the year 2007-08 you get the following information.

Wages Rs.900 ; Bills Payable Rs.3000. Bills receivable Rs.4,300, Miscellaneous Expenses Rs.700, salary Rs.800, Investments purchased Rs.1,000, sales Rs.1,200, Purchases Rs.600, Received from debtors Rs.2,450, paid to creditors Rs.1,425, Miscellaneous Income Rs.30 and Drawings Rs.1,500. On enquiry you are told that in 2007-08 discount allowed and received were Rs.400 and Rs.355 respectively. During the period, Prasadchand accepted Bills for Rs.4,580 and received Bills for Rs.3,000. His Bad debts were Rs.560 and bills receivable dishonoured Rs.300

Give the Trading account and Profit Loss account for the year ended 31st March, 2008 and the balance sheet as on that date of Mr. Prasadchand.

