

- Note :**
- 1) All Questions carry 15 marks each.
  - 2) Question No. 1 and Question No. 2 are compulsory.
  - 3) Question No. 3. carries internal option, i.e. Question No. 3 OR Question No. 3 out of which any one is to be attempted.
  - 4) Question No. 4 carries internal option, i.e. Question No. 4 OR Question No. 4 out of which any one is to be attempted
  - 5) In all, Four Questions are to be attempted.
  - 6) Use of Simple 12-digit non-programmable calculator is allowed.

**Q.1** Shri Prakash does not keep proper books of account for his business. However, he provides you with the following information for the year ended 31/3/2011 :-

Particulars	31/3/2010 Rs.	31/3/2011 Rs.
Machinery	34,000	34,000
Furniture	3,000	3,000
Stock	15,000	18,000
Sundry Debtors	18,000	20,000
Cash	7,000	16,500
Sundry Creditors	13,000	15,000

Additional Information for the year ended 31/3/2011 :

Particulars	Rs.
Receipts from Debtors	1,02,000
Payments to Creditors	64,000
Cash Sales	?
Cash Purchases	20,000
Business Expenses Paid	26,000
Drawings in Cash	4,000
Depreciation on machinery to be provided	5,100
Depreciation on furniture to be provided	300
Outstanding Business Expenses as on 31/3/2011	1100

You are required to prepare the Trading and Profit and Loss Account of his business for the year ended 31/3/2011 and the balance sheet as on that date, together with all supporting working notes.

**Q.2.** (Objective) State whether the following statements are True or False (Do not give reasons) :-

- 1) Stock is a Fixed Asset
- 2) Sundry Creditors A/c is a Real Account
- 3) Carriage Outward should be transferred to the debit side of Trading A/c.
- 4) Weighted Average Method is a recognised method of stock valuation as per



- 5) Sale of Fixed Asset should be entered in the Sales Day Book or Sales Journal.
- 6) Profit and Loss Account as on the year-end date is prepared every year.
- 7) Trading Account shows the net profit / loss for the financial year.
- 8) Double Entry System of Accounting is the best system of accounting.
- 9) Opening Stock should be shown as asset in the Balance Sheet on closing date of the year.
- 10) Departmental Trading and Profit and Loss Account shows the financial position of each department.
- 11) Total of Receipts Section of Stores Ledger Account gives the figure of Material Consumed.
- 12) Goodwill is an intangible asset.
- 13) Stock should be valued at Cost or market value whichever is higher.
- 14) If wages Rs. 1000 for March 2011 are paid on 4/4/2011, there is advance wages Rs. 1000 as on 31/3/2011.
- 15) Mouse is an output device in computerised accounting.

Q. 3. The following details are extracted from the records of C & Co. relating to Material 'CSV' for the quarter ended 31/3/2011 :-

Date	Particulars
1/1/2011	Opening balance : 5000 kgs. @ Rs. 10.7000 per kg.
1/1/2011	Purchased 5000 kgs. @ Rs. 12 per kg.
11/1/2011	Issued 1000 kgs to factory
21/1/2011	Purchased 4000 kgs. @ Rs. 13 per kg.
1/2/2011	Issued 2000 kgs. to factory
11/2/2011	Purchased 3000 kgs. @ Rs. 14 per kg.
21/2/2011	Issued 3000 kgs. to factory
1/3/2011	Purchased 2000 kgs. @ Rs. 15 per kg.
11/3/2011	Issued 4000 kgs. to factory
31/3/2011	Purchased 1000 kgs. @ Rs. 15 per kg.

You are required to prepare the Stores Ledger account of Material 'CSV' for the three months ended 31/3/2011 using Weighted Average Method. Weighted Average Rate should be rounded off correct to 4 decimals. Amount calculations should be rounded off to the nearest rupee.

**OR**

Q. 3. The following transactions relating to the trading business of Akshay for the month ended 31/3/2011 are available :-

Date	Particulars	Amt. Rs.
1/3/2011	Akshay introduced cash towards his capital	50,000
3/3/2011	Paid rent for furnished office for March 2011	5,000
6/3/2011	Cash Purchases	2,000
9/3/2011	Credit Purchase of goods from S & Co.	20,000
12/3/2011	Cash Sales	5,000
15/3/2011	Credit Sale of goods to C & Co.	50,000

**P.T.O.**



18/3/2011	Paid Sundry expenses	5,000
21/3/2011	Paid Salaries for March 2011	10,000
24/3/2011	Received from C & Co.	50,000
27/3/2011	Paid to S & Co.	20,000
31/3/2011	Closing Stock	Nil

You are required to :-

- Prepare Cash Book
- Prepare all other ledger accounts (other than Cash A/c.)
- Balance the Cash Book and ledger accounts as on 31/3/2011
- Prepare Trial Balance as on 31/3/2011
- Prepare Trading and Profit and Loss Account for the month of March 2011.
- Prepare Balance Sheet as on 31/3/2011.

Q. 4. Elpar Trading Co. has two Departments A and B.

The following details are available for the year ended 31/3/2011.

Particulars	Dept. A Rs.	Dept. B Rs.	Total Rs.
Opening Stock	20,000	30,000	50,000
Purchases	240,000	350,000	590,000
Purchase Returns	2,000	3,000	5,000
Sales	510,000	765,000	12,75,000
Sales Returns	10,000	15,000	25,000
Closing Stock	25,000	32,000	57,000
Fixed Assets	2,00,000	4,00,000	6,00,000
Rent	?	?	2,40,000
Salaries	?	?	1,82,000
Depreciation	?	?	90,000
Advertising	?	?	55,000
Carriage Outward	?	?	15,000
Discount Allowed	?	?	5,000
Sundry Expenses (equally)	?	?	36,000

Other Information :

Floor Space Used (sq. ft.)	3,000	5,000	8,000
Number of employees	4	9	13

Prepare Columnar Departmental Trading and Profit and Loss Account along with Total Column, showing the gross profit/loss and net profit/loss of each department and of the entire business for the year ended 31/3/2011.

Allocate the expenses to the departments on the most suitable basis and state the basis of allocation used for each expense.



OR

Q. 4. Write short notes on (Any Three) :-

- a) Advantages of Computerised Accounting
- b) Distinction between Computer Hardware and Software.
- c) FIFO Method of Stock Valuation.
- d) Advantages of Departmental Accounts.

