

1. All questions are compulsory carrying 15 marks each.
2. Question No. 1 carries internal option, i.e. Question No. 1 of 15 marks OR Question No. 1 of 15 marks, out of which Any One is to be attempted.
3. Question No. 2 carries internal option i.e. Question No. 2 of 15 marks OR Sub-question No. 2(a) of 8 marks plus sub-question No. 2(b) of 7 marks, out of which Any One Question totaling 15 marks is to be attempted.
4. Question No. 3 carries internal option i.e. Question No. 3 of 15 marks OR Sub-question No. 3(a) of 8 marks plus sub-question No. 3(b) of 7 marks, out of which Any One Question totaling 15 marks is to be attempted.
5. Question No. 4 carries internal option, i.e. Question No. 4 of 15 marks Or question No. 4 of 15 marks, out of which Any one is to be attempted.
6. In all Four questions are to be attempted.
7. Use of simple 12-digit non-programmable calculator is allowed.
8. Possession or use of Mobile phones during the Examination is strictly prohibited and will amount to copying.

Q.1 X and Y are partners of XY & Co. sharing profits and losses in the ratio 3:2 . P and Q are partners of PQ & Co. sharing profits and losses equally. Their balance sheets on 31st March, 2012 were as under .

| Liabilities | XY & Co. Rs. | PQ & Co. Rs. | Assets | XY & Co. Rs. | PQ & Co. Rs. |
|-------------|-----------------|-----------------|-----------|-----------------|-----------------|
| Capitals | | | Machinery | 1,20,000 | - |
| X | 1,50,000 | - | Furniture | 10,000 | 60,000 |
| Y | 1,00,000 | - | Stock | 1,00,000 | 1,40,000 |
| P | - | 1,20,000 | Debtors | 1,50,000 | 90,000 |
| Q | - | 1,10,000 | Bank | 14,000 | 6,000 |
| Loans | | | Cash | 6,000 | 4,000 |
| A | 40,000 | - | | | |
| B | - | 20,000 | | | |
| Reserves | 80,000 | - | | | |
| Creditors | 30,000 | 50,000 | | | |
| | 4,00,000 | 3,00,000 | | 4,00,000 | 3,00,000 |

They decided to amalgamate and form a new firm 'Perfect Traders'. The following terms were agreed upon.

1. All the assets and liabilities of the two firms are taken over at book values except for Debtors and Machinery taken over at agreed values as below.
 2. A provision for doubtful debts is to be created at 5% of the debtors.
 3. Machinery of XY & co. is considered to be worth Rs. 1,50,000.
 4. X, Y, P, Q are to share profits and losses equally in the new firm.
- You are required to prepare -

1. Realisation A/c, partners capital A/c, New firm A/c in the books of XY & Co.
2. Realisation A/c, partners capital A/c, New firm A/c in the books of PQ & Co.
3. Opening Balance sheet of New firm

OR

Q.1 B) Purchased a machinery on 1/4/2009 from Himalaya Traders on hire purchase basis. Following are the terms of the hire purchase agreement.

1. Cash price of the machinery Rs. 69737.
2. Rs. 20,000 to be paid on signing the agreement on 1/4/2009.
3. Balance is to be paid in three annual instalments of Rs. 20,000 each including interest commencing from 31st March, 2010.
4. Himalaya Traders charge interest @ 10% p.a. on outstanding cash price.
5. B writes off depreciates on machinery @ 20% p.a. on fixed installment method.

Accounts are closed on 31st March every year. You are required to prepare

| in the books of B. | Assets | PQ & Co. Rs. | XY & Co. Rs. | Liabilities |
|-------------------------|-------------|--------------|--------------|-------------|
| 1. Machinery A/c | Machinery | | 1,50,000 | Capital |
| 2. Himalaya Traders A/c | Partnership | | 1,50,000 | X |
| 3. Depreciation A/c | Stock | | 1,00,000 | Y |
| 4. Interest A/c | Debtors | 1,20,000 | | P |
| | Bank | 1,10,000 | | Q |
| | Cash | | | |

Q.2 Mr. ABC prepares accounts on 31st March each year but on 30th June, 2012 Fir. destroyed the greater part of his stock. Following information was collected from his books.

| | Rs. |
|---|----------|
| Stock on 31st March, 2012 | 58,500 |
| Purchases from 1st April, 2012 to 30th June, 2012 | 1,20,000 |
| Wages from 1st April, 2012 to 30th June 2012 | 45,500 |

Additional information :

1. Stock on 31/3/2012 was valued at 10% below cost.
2. Purchases include purchase of plant of Rs. 8000 and purchase of stationery Rs. 2000.
3. Plant was installed in June 2012 by firm's own men who were paid wages amounting to Rs. 500 which was included in wages.
4. Average percentage of gross profit to sales is 25%
5. Stock of the value of Rs. 14,000 at cost was salvaged.
6. Policy was for Rs. 50,000 claim was subject to average clause.

You are required to calculate the claim for the loss of stock.

OR

Q.2 A) XYZ of Mumbai sends 1000 toys costing Rs. 70 per toy, to PQR of Thane. The toys were invoiced at Rs. 100 per toy and paid Rs. 700 for carriage and Rs. 300 on insurance. PQR sold 500 toys at Rs. 100 per toy for cash and 400 toys at Rs. 110 per toy on credit. XYZ drew a bill for three month for Rs. 60,000 which was duly accepted by PQR. PQR incurred Rs. 1000 for octroi. PQR was entitled to 5% commission on total sale proceeds PQR remitted the balance to XYZ by cheque and settled and account.

Prepare - Consignment account in the books of XYZ.

AND

B) From the following information, prepare Branch Debtors Account in the books of Head office.

| | |
|------------------------------------|----------|
| Branch Debtors on 1/1/2013 | 40,000 |
| Cash sales | 60,000 |
| Discount allowed to Branch Debtors | 8,000 |
| Bad debts written off | 6,000 |
| Returns from customers | 3,000 |
| Collection From debtors | 2,40,000 |
| Credit Sales | 3,00,000 |
| Branch Debtors on 31/1/2013 | ? |

Q.3 From the following particulars relating to Thane Branch for the year ending

31st March, 2012. Prepare Thane Branch Account in the books of Head office.

| Particulars | Rs. |
|---|----------|
| Stock at Cost at branch on 1st April, 2011 | 3,56,000 |
| Branch debtors on 1st April, 2011 | 1,88,000 |
| Petty cash at branch on 1st April, 2011 | 800 |
| Goods sent to branch during the year | 3,36,000 |
| Cash sales during the year | 2,32,000 |
| Credit sales during the year | 5,60,000 |
| Cash received from debtors | 3,16,000 |
| Cash sent to branch for Expenses | |
| Rent | 80,000 |
| Salaries | 2,40,000 |
| Petty Cash | 40,000 |
| Petty cash expenses at branch | 39,600 |
| Goods returned by the branch | 32,000 |
| Stock at cost at branch on 31st March, 2012 | 2,16,000 |
| Petty cash at branch on 31st March, 2012 | 1,200 |

OR

Q.3 A) Mr. DEF prepares accounts on 31st March each year but on 30th June, 2011, Fire destroyed the greater part of his stock. The following information was collected from his books.

| Particulars | Rs. |
|---|--------|
| Stock on 1st April, 2011 | 27,000 |
| Purchases from 1st April 2011 to 30th June 2011 | 55,000 |
| Wages from 1st April 2011 to 30th June 2011 | 10,000 |
| Sales from 1st April 2011 to 30th June, 2011 | 90,000 |

Additional information :

1. Average percentage of gross profit to cost is 50%.
2. Stock of the value of Rs. 7,000 was salvaged.
3. Policy was for Rs. 25,000 & claim was subject to average clause.
4. Stock in the beginning was valued 10% below cost.

Calculate the claim for the loss of stock.

AND

B) M/s ABC Travels purchased a tourist bus from M/s XYZ motors on 1st April, 2009 on Hire purchase terms. The terms of the Hire purchase agreement were as follows.

1. Cash price of Tourist bus was Rs. 12,50,000.
2. Rs. 3,50,000 were paid on signing the agreement on 1st April, 2009 as down payment.
3. Balance was paid in three Instalments of Rs. 3,00,000 each plus Interest at 15% p.a. Instalments were paid on 31st March, every year commencing from 31st March, 2010.

M/s A BC Travels provide depreciation @ 20% p.a. on straight line method.

Prepare the following account in the books of purchaser. M/s ABC Travels.

1. M/s XYZ Motors account.

Q.4 a) State whether the following statement is TRUE or FALSE ;

1. Loss on realisation account is credited to Partners' Capital Accounts.
2. The first section of Branch Adjustment Account shows Gross Profit or Gross Loss.
3. Consignee is a buyer of goods.
4. Expenses on consignment are borne by the consignor.
5. Interest is always calculated on outstanding cash price.
6. Depreciation is charged on Hire purchase price of machinery.
7. In case of overvaluation of stock, it should be brought down to cost while Calculating insurance claim.
8. Proforma invoice is sent by consignee to consignor.
9. Branch Account under Debtors system is personal Account.
10. The seller has the right to take back possession of the goods in case of default in payment.

b) Match the following column

| Column A | Column B |
|-----------------------|--|
| 1. Commission | a) Initial payment |
| 2. Realisation A/c | b) Hire purchase price minus cash price |
| 3. Interest | c) After payment of last instalment |
| 4. Right of ownership | d) Payable to consignee |
| 5. Down payment | e) Opened by Vendor firm on amalgamation |