

TIME : 2 Hrs.

MARKS : 60

- Q.1 Prepare stores Ledger Account under both methods FIFO and Weighted Average Method for the month of December 2006 & Findout closing stock.
- 1st Dec. 06 Opening Stock 1200 units @ Rs. 5 per unit
 Purchases - 5th Dec. 06 - 1000 units @ Rs. 7 per unit
 18th Dec. 06 - 1500 units @ Rs. 6 per unit
 26th Dec 06 - 1200 units @ Rs. 4 per unit
 Sales -
 9th Dec 06 - 1200 units
 22nd Dec 06 - 1500 units
 29th Dec 06 - 1800 units

[15]

OR

- Q. 1. From the following Receipt and Payment Account of Sunshine Gymkhana for the year ended 31st Dec. 2007 and other information, Prepare Income & Expenditure Account and Balance Sheet as at date.

[15]

Receipts	Rs.	Payment	Rs.
To Balance b/d	1040	By Salaries	1300
To Subscriptions		By Entertainment	
2006	85	Expenses	645
2007	4000	By Electric Charges	234
2008	103	By General Expenses	350
To Donations	1200	By Rent and Rates	120
To Entertainment		By Investments	3000
Receipts	876	By Stationery and	
To Interest	81	Printing	241
To Entrance Fees	1000	By Expenses of 2006	600
		By Fixed Deposit	1000
		By balance c/d	895
	<u>8385</u>		<u>8385</u>

The gymkhana has 450 members paying an annual subscription of Rs. 10 each. Rs. 20 is still outstanding subscription for 2006. Rent and Rates paid in advance Rs. 20. Provide Rs. 200 for outstanding salaries. Assets of Gymkhana are -

Land and Building - Rs. 15000 (Depreciation @ 5% p.a.

Furniture - Rs. 11550 (Depreciation @ 15% p.a.)

Interest on Investment @ 12% p.a. which is outstanding for 3 months.
 Capital Fund on 1.1.2007 was Rs. 16,695. 50% of entrance fees are to be capitalised. Donations are to be capitalised.

[15]

Q. 2. a) Calculate Cost of Purchase from the following information.

Raj Limited purchased 1500 units @ Rs. 50 per unit. The duties and taxes amounted to Rs. 45000 out of which Rs. 15000 was refundable. The supplier allowed rebate of Rs. 8000 on list price. Company spent Rs. 12000 on transportation and Rs. 2000 on loading unloading. [5]

b) Match the following. [7]

A	B
1) Periodic system	1) Data Base Design
2) Receipt and payment A/c	2) Trial Balance is prepared
3) Staff welfare	3) Credit sales
4) Branch Accounts	4) Physical counting of stock
5) Total Debtors A/c	5) Number of employees
6) Computerised Accounting system	6) Debtors system
7) Double Entry System	7) Real Account

c) What do you mean by subscription? [3]

OR

Q. 2. a) Prepare a Stock Reconciliation statement for year ended 31st March 2005 from the following information -

- 1) Final Accounts are prepared on 31st March every year but stock valuation was done on 24th March 2005 and stock was valued at Rs. 1,00,000
- 2) Purchases made during the period from 24th March 2005 to 31st March 2005 was Rs. 50,000 but goods costing Rs. 5000 belonging to business were received on 4th April 2005.
- 3) Sales during the same period was Rs. 90,000
- 4) Goods Returned to supplier was Rs. 15,000 and goods returned by customer was Rs. 8000 for the period 24/03/05 to 31/03/05
- 5) A company has a profit margin of 20% on sales. [5]

b) State whether the following statements are true or false. [7]

- 1) Opening Balance sheet is prepared to find out Reserves and Surplus in case of non trading concerns.
- 2) Stock valuation is done to find out correct profit.
- 3) Talley is a popular accounting software.
- 4) Most of the accounting packages are based on coding structure.
- 5) Single Entry System is scientific and complete.
- 6) Branch Accounts are maintained to know the profitability of branch.
- 7) Carriage Inwards is distributed on the basis of sales in case of departmental accounts.

c) What do you mean by Inter Departmental Transfer? [3]

Q. 3. Galaxy Ltd. has three departments A, B & C.

From the following information prepare Departmental Trading, Profit & Loss A/c and General Profit & Loss A/c for year ended 31st March 2006.

Particulars	Dept A (Rs.)	Dept. B (Rs.)	Dept C (Rs.)
Purchases	1,10,000	2,20,000	4,40,000
Opening Stock	2000	4000	10,000
Sales	4,00,000	6,00,000	8,00,000
Closing Stock	20,000	50,000	80,000

Other relevant information :-

- 1) Carriage Inwards - Rs. 2100
- 2) Discount Received - Rs. 1400
- 3) Salaries and Wages - Rs. 36,000
- 4) Office expenses - Rs. 18,000
- 5) Selling Expenses - Rs. 54,000
- 6) Depreciation on Assets - Rs. 15000
- 7) Income Tax - Rs. 10,000
- 8) Interest on Investments - Rs. 7,000
- 9) Interest on loan paid - Rs. 4,000
- 10) Rent paid - Rs. 20,000
- 11) Salaries & Wages as well as office expenses are to be allocated equally among all the departments.
- 12) Rent to be allocated on the basis of floor space occupied Dept A - 2, Dept B - 1, Dept C - 1.
- 13) Transfer of goods from Dept A to Dept B & Dept C Rs. 12,000 & Rs. 8000 respectively. [15]

OR

Q. 3. Mr. Mayur carries on business and keeps his books of accounts on single entry basis. Following Information is extracted from his books.

Particulars	1.1.2008	31.12.08
Plant and Machinery	25,000	25,000
Stock	22,000	19,500
Sundry Debtors	8,000	25,500
Sundry Creditors	12,500	10,000
Cash in hand	400	800
Bank Balance	6,250	70,000

Capital fund of Mr. Mayur - Rs. 49,150

Following cash transactions took place

during the year ending 31st Dec. 2008

Receipts	Rs.	Payment	Rs.
Received on account		Cash Purchases	28,850

of cash sales	31,250	Payment to creditors	1,32,000
Received from sundry Debtors	1,60,000	General Expenses of business	21,450
		Wages	15,000
		Drawings	6800

During the year Mayur has taken goods for his personal consumption Rs. 1950 and not paid the money for them. Charge depreciation @ 10% p.a. on plant & Machinery.

Prepare - 1) Profit & Loss A/c. Trading A/c 2) Balance Sheet as on 31.12.2008. [15]

Q.4 M/s MN Ltd. Mumbai has a branch at Pune. All the requirements of Pune Branch are fulfilled by Mumbai head office. Following Information is available.

Opening balances of branch assets as on 1.1.2009.

Stock -	Rs. 5000
Debtors	Rs. 9000
Cash	Rs. 1000
Furniture	Rs. 12000
Outstanding Expenses	Rs. 200

Branch does not retain any cash with it. but remits it to head office at Mumbai on receipt. Total Sales made by branch Rs. 2,00,000 out of which 80% was on cash basis. Cash Received from debtors amounted to Rs. 30,000/-. One of the customer paid Rs. 2000 directly to head office. Discount allowed to customer Rs. 500.

Goods sent to Branch by head office Rs. 1,40,000/- out of which goods costing Rs. 2000 are returned by branch. Cash remitted to Branch for meeting expenses Rs. 11,000/-

Rent of branch paid by head office Rs. 3000. One of the Insurance policy of branch was matured and Insurance claim was received by head office Rs. 5000. Charge depreciation @ 10 % p.a. an furniture.

Balances on 31 Dec. 2009 are Stock Rs. 3000 Debtors Rs. 7000 Cash in hand 800. All expenses were paid but salary of Rs. 150 was outstanding.

Prepare Pune Branch A/c and Goods sent to Branch A/c. in books of H. O. [15]

OR

Q.4. Whar are various accounting packages available ? [15]

