

(6 pages)

**NOVEMBER 2021**

**51334/SZ33A**

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Time : Three hours

Maximum : 75 marks

PART A — (10 × 2 = 20 marks)

Answer any TEN questions.

1. What is meant by Accounting Concepts?
2. What are called Subsidiary Books?
3. What do you mean by Gross Profit?
4. What do you mean by Inter Departmental Transfer?
5. What are called Independent Branch?
6. What do you meant by Down Payment?
7. State any two differences between Single Entry and Double Entry.
8. Give the meaning of Hire-purchase system.
9. State the meaning of Average due date
10. Give the meaning of Gaining Ratio.

11. Point out the meaning of Piecemeal Distribution.
12. State any two reasons for Dissolution of Firm.

PART B — ( $5 \times 5 = 25$  marks)

Answer any FIVE questions.

13. Enumerate the Golden rules of Accounting.
14. Prepare Trial Balance as on 31.03.2012 from the following balances of Ms. Maliha Afzal:  
Drawings Rs. 74,800; Purchases Rs. 2,95,700; Stock (1.04.2011) Rs. 30,000; Bills receivable Rs. 52,500; Capital Rs. 2,50,000; Furniture Rs. 33,000; Discount allowed Rs. 950; Sales Rs. 3,35,350; Rent Rs. 72,500; Freight Rs. 3,500; Printing charges Rs. 1,500; Sundry creditors Rs. 75,000; Insurance Rs. 2,700; Sundry expenses Rs. 21,000; Discount received Rs. 1,000; Bank Loan Rs. 1,20,000; Stock (31.03.2012) Rs. 17,000; Income Tax : Rs. 9,500; Machinery Rs. 2,15,400; Bills payable Rs. 31,700.
15. Explain the Characteristics of Hire Purchase system.
16. From the following particulars relating to Bangalore Branch for the ending 31<sup>st</sup> December, 2014 prepare the accounts in the head office books:

	Rs.
Stock at Branch on 1 <sup>st</sup> January, 2014	17,800
Branch Debtors on 1 <sup>st</sup> January, 2014	9,400
Petty Cash at Branch on 1 <sup>st</sup> January 2014	40
Goods sent to Branch during the year	56,800
Cash Sales during the year	31,600
Credit Sales during the year	80,800
Cash received from the debtors	75,800
Cash sent to Branch for expenses:-	
Rent	4,000
Salaries	12,000
Petty Cash	2,000
Stock at Branch on 31 <sup>st</sup> December 2014	10,800
Petty Cash at Branch on 31 <sup>st</sup> December, 2014	60
Goods returned by the Branch	1,600

17. The following purchases were made by a business house having three departments.

Department A - 1000 units	} at a total cost of Rs. 1,00,000.
Department B - 2000 units	
Department C - 2400 units	

Stocks on 1<sup>st</sup> January were:-

Department A - 120 units

Department B - 80 units

Department C - 152 units

Sales were

Department A - 1020 units at Rs. 20 each

Department B - 1920 units at Rs. 22.50 each

Department C - 2496 units at Rs.25 each

The rate of Gross Profit is same in each case.  
Prepare Departmental Trading A/C.

18. Find a new profit sharing ratio for the following.  
A and B are partners sharing profits in the ratio of 3:1. C is admitted for the 1/8th share of the profits.
19. List down the Order of Payment in Piecemeal distribution.

PART C — ( $3 \times 10 = 30$  marks)

Answer any THREE questions.

20. Discuss the concepts and conventions of accounting.
21. Examine the types of errors which are disclosed and not disclosed by Trail Balance.

22. The following balances were extracted from the books of Thomas as on 31<sup>st</sup> March, 2018

Particulars	Rs.	Particulars	Rs.
Purchases	75,000	Capital	60,000
Returns inward	2,000	Creditors	30,000
Opening stock	10,000	Sales	1,20,000
Freight inwards	4,000	Returns outward	1,000
Wages	2,000		
Investments	10,000		
Bank charges	1,000		
Land	30,000		
Machinery	30,000		
Building	25,000		
Cash at bank	18,000		
Cash in hand	4,000		
	<u>2,11,000</u>		<u>2,11,000</u>

Additional information:

- (a) Closing stock Rs. 9,000
- (b) Provide depreciation @ 10% on machinery
- (c) Interest accrued on investment Rs. 2,000.

Prepare trading account, profit and loss account and balance sheet.

23. On 1st April, 2009, a Company bought Plant and Machinery costing Rs. 68,000. It is estimated that its working life is 10 years, at the end of which it will fetch Rs. 8,000. Additions are made on 1st April, 2010 to the value of Rs. 40,000 (Residual value Rs. 4,000). More additions are made on Oct. 1, 2011 to the value of Rs. 9,800 (Breakup value Rs. 800). The working life of both the additional Plant and machinery is 20 years. Show the Plant and Machinery account for the first four years, if depreciation is written off according to Straight Line Method. The accounts are closed on 31<sup>st</sup> March every year.
24. Tripathi and Chauhan are partners in a firm sharing profits and losses in the ratio of 3:2. Their capitals were Rs. 60,000 and Rs. 40,000 as on January 01, 2015. During the year they earned a profit of Rs. 30,000. According to the partnership deed both the partners are entitled to Rs. 1,000 per month as Salary and 5% interest on their capital. They are also to be charged an interest of 5% on their drawings, irrespective of the period, which is Rs. 12,000 for Tripathi, Rs. 8,000 for Chauhan. Prepare Partner's Accounts when, capitals are fixed.