

**Goa Vidyaprasarak Mandal's**  
**GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE AND**  
**ECONOMICS, PONDA-GOA**  
**B.COM. (SEMESTER-II) (Repeat) EXAMINATION (New Course), May 2019**  
**FINANCIAL ACCOUNTING (Paper-2)**

Duration: 2 Hours

Marks: 80

**Instructions:** 1) Question No. 1 is compulsory.

2) Answer any three questions from Q. No. 2 to Q. No. 6.

3) Figures to the right indicate maximum marks allotted to each question.

4) Give working notes wherever necessary.

Q.1) P, Q and R are partners of PQR firm sharing profits and losses in the ratio of 2:2:1 respectively. They decided to dissolve their firm when the balance sheet of the firm was as under:

Balance Sheet as on 31<sup>st</sup> December, 2018

Liabilities	Amt.(₹)	Assets	Amt.(₹)
Capital		Fixed Assets	4, 00,000
P -- ₹ 60, 000		Current Assets	80,000
Q -- ₹ 80, 000			
R -- ₹ 60, 000	2, 00,000		
Loan from P	60,000		
Bills Payable	1, 00,000		
Creditors	1,2 0 000		
	4, 80,000		4, 80, 000

The assets were realized as Jan., 2019 – ₹ 2,42,000, Feb. 2019 – ₹ 1,54,000 and March 2019 – ₹ 20,000. Prepare a statement showing the distribution of cash realized between the partners P,Q and R under Excess Capital Method. (20)

Q.2) Prepare a Stores Ledger under the **FIFO** method from the following transactions;

- 01-01-2019      Opening Balance 800 units @ ₹ 6/ each.  
02-01-2019      Issued 200 units.  
03-01-2019      Received 600 units @ ₹ 10/ each.  
05-01-2019      issued 200 units.  
08-01-2019      Bought 500 units @ ₹ 10/ each.  
09-01-2019      Returned to Supplier 10 units @ ₹ 10/ each.  
10-01-2019      Issued 400 units.  
12-01-2019      Returned by production department 10 units.  
13-01-2019      Purchased 200 units @ ₹ 10/ each.  
14-01-2019      Issued 200 units.  
15-01-2019      Stock verification report revealed 01 unit as an excess.

(20)

**Q.3)** XYZ Ltd. has a branch office at Ponda. The following are transactions of the Branch for the year ended 31<sup>st</sup> December 2018;

Stock – ` 40,000, Debtors – ` 20,000, Petty cash expenses – ` 3,000 and Furniture – ` 22,000 as on 1<sup>st</sup> January 2018.

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Goods sent to branch	4,30,000	
Goods returned by branch	18,000	
Goods returned by debtors	10,000	
Petty cash expenses paid by branch	5,000	
Cash sales	60,000	
Credit sales	3,00 000	
Cash received from debtors	2,00,000	
Cash paid by debtors directly to the head office	40, 000	
Discount allowed	2,000	

**Cash sent to branch;**

Rent	3,000	
Outstanding salaries	4,000	
Other salaries	6,000	
Petty cash expenses	<u>7,000</u>	20,000
Stock as on 31 <sup>st</sup> Dec., 2018		70,000
Depreciate Furniture @		<b>5%</b>

Prepare i) Branch A/c in the books of XYZ Ltd., ii) Branch Debtors A/c and iii) Petty Cash Expenses A/c from the above transactions. (20)

**Q.4)** A fire occurred in the premises of Mr. Rajesh on 16<sup>th</sup> may, 2018. The Value of the stock salvaged was ` 76, 000. Mr. Rajesh had insured his stock. Prepare a statement showing the claim to be lodged with the insurance company from the following information:

Particulars	2017 - 2018	01/04/18 to 16/05/18
Opening stock	3, 16, 400	3, 20, 000
Purchases	7, 73, 200	1,56, 000
Sales	15, 60, 000	1,98, 400
Closing stock	3, 20, 000	----

(20)

**Q.5. a)** Rahul Ltd. provides the following information on its two Departments – A and B for the year ended 31<sup>st</sup> March, 2018:

Particulars	Dept. - A	Dept. - B
Opening stock	12, 500	10, 000
Purchases	1, 15, 000	95, 000
Sales	3, 30, 000	2, 45, 000
Returns outward	1, 000	500
Returns inward	1, 500	1, 000
Wages	90, 000	80, 000
Sundry expenses	15, 000	16, 000

Additional Information:

- i) Closing stock of Dept. – A – ` 26, 000 and Dept. – B – ` 24, 000
- ii) Plant and Machinery ` 2, 40, 000 and Furniture ` 5, 00, 000.
- iii) Depreciate plant and Machinery at 10% p.a. and Furniture at 2% p.a,
- iv) Apportion the depreciation between Dept. – A and Dept. – B equally.  
Prepare Departmental Trading A/c and P and L A/c for the year ended 31<sup>st</sup> March, 2018. (10)

b) Rajat Industries Ltd. uses weighted average method to issue the materials to the production department. Prepare a stores ledger from the following transactions;

- 1<sup>st</sup> Feb., 2019 Balance 400 units @ ` 4/ each.
- 2<sup>nd</sup> Feb., 2019 Received 400 units @ ` 8/ per unit.
- 3<sup>rd</sup> Feb., 2019 Issued 300 units
- 5<sup>th</sup> Feb., 2019 Bought 400 units @ ` 10/ per unit.
- 6<sup>th</sup> Feb., 2019 Issued 280 units
- 7<sup>th</sup> Feb., 2019 Purchased 200 units @ ` 12/ each.
- 9<sup>th</sup> Feb., 2019 Issued 100 units
- 10<sup>th</sup> Feb., 2019 Issued 100 units (10)

Q.6) Answer the following:

- a) Maximum Loss Method.
- b) Branch Accounts.
- c) Simple Average Method.
- d) Fire Insurance. (20)

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