

G.V.M'S G.G.P.R. COLLEGE OF COMMERCE & ECONOMICS

FARMAGUDI – PONDA GOA

ACCOUNTING AND ALLIED LAWS

(ONE YEAR UGC SPONSORED CERTIFICATE COURSE)

REPEAT EXAMINATION JULY 2013

MARKS: 80

TIME : 2 HOURS

Instructions: 1. Section A, B and C carries 30,20 and 30 marks respectively.

2. Each section should be answered separately on separate answer papers.

3. figures to the right indicate full marks.

PART A (30 marks)

Q.No.1) State whether the following statements are true or false. (2mks)

- a) Creditors are liabilities of a business.
- b) Goodwill is an intangible asset.

Q.No.2) Fill in the blanks. (2mks)

- a) Drawings account is a ----- A/c .
- b) Difference of trial balance may be transferred to ----- account.

Q.No.3) Record the following transactions in Journal. (6 mks)

- 1)Raju commenced business with a cash Rs. 5,000; goods worth Rs 10,000 and Building Rs.7,000.
- 2)Purchased goods worth Rs.5,000 less 10% trade discount from Mr. Sawant.
- 3)Sold goods worth Rs. 9,000 less 15% discount to Mr. Dhekne.

Q.No.4) from the following transactions of M/s. EFG, Prepare Bank Reconciliation statement as on December 31, 2011. (4 mks)

- I. Cheques deposited but not yet collected by the bank Rs 1,500.
- II. Bank charges debited in the pass book Rs. 200
- III. Interest allowed by the bank Rs. 100
- IV. Balance as per cash book Rs. 2,000.

Q.No.5) The following balances were extracted from the books of Sangita as on December 31, 2011. (10 mks)

Particulars	Amount	Particulars	Amount
Drawings	6,000	Sales	1,00,000
Cash at bank	10,000	Sundry creditors	11,100
Bills receivable	1,000	Capital	1,20,000
Furniture	5,000		
Discount allowed	3,000		
Bank charges	100		
Purchases	20,000		
Opening stock	60,000		
Carriage	5,000		
Rent and taxes	7,000		
General expenses	3,000		
Plant and machinery	30,000		
Book debts	80,000		
Insurance	1,000		
	2,31,100		2,31,100

Taking into account the following adjustments, Prepare trading A/c; Profit and loss A/c and Balance sheet as on December 31, 2011:

- a) Closing Stock Rs. 70,000.
- b) Insurance prepaid Rs.50
- c) Rent outstanding Rs.150

Q.No.6) give journal entries to rectify the following errors: (6 mks)

1. Purchases from Ms Devi Rs, 25,000 wrongly entered in sales book.
2. Sold old furniture Rs.3,500 passed through sales book
3. Credit sale of goods Rs.30,000 to Raj wrongly passed through purchase book.

PART B (20 marks)

1. Q.No.1) M/s Aparant (partnership firm) is a labour contractor for PWC Ltd. On 25th May 2012 M/s Aparant was paid Rs. 1,00,000 as advance for his services for June and July 2012 by PWC Ltd. Whether PWC Ltd. is liable to deduct income tax U/S 194C (TDS on payment to contractors) of Income Tax Act 1961. . If yes what is amount of TDS deduction and on which date TDS should be deducted by the company. TDS rate is 2% (5 marks)

2. Mr. Rahul works in DHS co. Ltd. In the month of April 2012 his salary is Rs. 30,000 per month and same is credited to Rahul's account on 30th April 2012. Whether DHS co Ltd. is liable to deduct income tax U/S 192 (TDS on salary) of Income Tax Act 1961 for the month of April 2012. If yes what is amount of TDS decution and on which date TDS should be deducted by the company. (5mks)

Tax Slabs For Rahul for F.Y. 12-13 and A.Y. 13-14 are as follows:
Income Upto Rs. 2,00,000 – tax rate is nil
From 2,00,000 to 5,00,000 – tax rate is 10%
From 5,00,000 to 10,00,000 – tax rate is 20%
10,00,000 and above – tax rate is 30%

3. Education cess of income tax is at 3% Who is liable to deduct TDS U/S 194I (TDS on Rent) of Income Tax Act 1961 (2mks)
4. Who is liable to deduct TDS U/S 194J (TDS on Fees for professional or technical services) of Income Tax Act 1961 (3mks)
5. When a person is liable to deduct TDS U/S 192 (TDS on Salary) of Income Tax Act 1961(2mks)
6. When a person is liable to deduct TDS U/S 193 (TDS on Interest on securities) of Income Tax Act 1961(3mks)

PART C (30 Marks)

Q.No.1) Define "Business" as per Goa Value Added Tax (4 mks)

Q. No.2) Determine the penalty levied by Goa Value Added Tax Act 2005
(6mks)

A) For failure to register

B) For unauthorized collection of tax

C) For making false or misleading statement.

Q.No.3) Definition of "Declared goods" under CST Act, 1956. List out the
declared goods. (8mks)

Q.No.4) compute VAT amount payable by Mr. A who purchases goods from a
manufacturer at a payment of Rs. 5,50,000 (including vat) and earn profit of 10
% on sales? VAT rate on purchases and sales is 12.5% (4 mks)

Q.No.5) list the records to be maintained under VAT system. (4mks)

Q.No.6) Define "Taxable turnover" under Goa VAT. (2mks)

Q.No.7) when is the sale or purchase said to take outside the state under CST
Act 1956. (2mks)