



MC-3517

**First Year B. B. A. (Sem. II) (CBCS) Examination**  
September / October – 2013  
**Financial Accounting - II**  
(With Elements of Costing)

Time : Hours]

[Total Marks : 70

**Instructions :**

(1)

नीचे दशांशक निशानोंवाली विगतो उत्तरवही पर अवश्य लખवी.  
Fillup strictly the details of signs on your answer book.

Seat No. : 

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Name of the Examination :  
F. Y. B. B. A. (Sem. 2) (CBCS)

Name of the Subject :  
Financial Accounting - 2

Subject Code No. : 

3	5	1	7
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 Section No. (1, 2,.....) : Nil

Student's Signature

- (2) Right side indicate full marks of the questions.  
(3) Show the necessary calculation.

1 Answer as per instruction :

- (a) Classify the following assets in to Tangible, Intangible and Fictitious assets 3
- (1) Railway Sidings
  - (2) Goodwill
  - (3) Advertisement Suspenses A/c.
  - (4) Development expenses
  - (5) Patents
  - (6) Furniture
  - (7) Cash
  - (8) Trademark
  - (9) Land and Building
- (b) Give the Proper methods of costing of the following industries : 3
- Taxtile industries ; Chemical industries ;  
Passenger bus ; Ship - building industry ;  
Flour mill ; Radio.

- (c) Give the proper cost unit of the following industries : 3
- Railway                                 - Hotel
  - Textile                                    - Chemical
  - Electricity                               - Bricks manufacturing industries.
- (d) Apprentice premium received in advance is Rs. 50, 1  
what will be the effect of this adjustment on the final  
accounts ?

- 2 The following is the Trial Balance of shri Palak sheth 15  
as on 31-03-2013

<i>Name of Account</i>	<i>Debit Rs.</i>	<i>Credit Rs.</i>
Cash on hand	540	-
Cash at Bank	10,630	-
Deposit in Bank	2,000	-
Interest on Bank deposits	-	200
Purchases	40,675	-
Sales	-	98,580
Goods returns	680	500
Wages and Freight	10,480	-
Coal and Power	4,730	-
Bills payable	-	900
Bills Receivable	1,000	-
Packing expenses	3,200	-
Carriage inward	2,040	-
10% Mortgage loan	-	10,000
Stock of goods (1-04-2012)	5,760	-
Building	30,000	-
Land	9,000	-
Machines	20,000	-
Tools	7,500	-

Salary (up to 28-02-2013)	14,300	-
Printing & Stationery	900	-
Postage & Telegram	400	-
Purchases expenses	800	-
Trade expenses	200	-
Office expenses	900	-
Commission received	-	100
Discount	-	400
Insurance	600	-
Drawings	15,245	-
Capital	-	81,000
Debtors and creditors	15,500	5,800
Interest on Mortgage loan	400	-
	<b>1,97,480</b>	<b>1,97,480</b>

Prepare Trading and profit and loss account and Balance sheet taking in to account the following adjustment :

- (1) The cost of closing stock Rs. 6,800 but its market price is Rs. 7,000.
- (2) Depreciate machinery at 10% Furniture by 10% and Tools by 20%.
- (3) Write off Rs.500 as bad debt from debtors.
- (4) Commission due but not received Rs. 194.
- (5) Insurance Premium of Rs.170 is paid on a policy up to 30-09-2013.
- (6) Rs. 2,000 Spent on construction of bicycle shed for employees is included in wages.
- (7) Maintain bad debt reserve at 5% on debtors and creat reserve for discount on debtor and creditors at 2%.
- (8) Goods worth Rs.200. are distributed free as samples and goods are Rs. 100. are given away as charity.
- (9) On 1-10-2012 he brought his personal furniture worth Rs. 5000. in the business. which is not recorded in the books of account.

3 From the following balances of Tisco ltd. Find out : 15

- (1) Owner's fund
- (2) Capital employed
- (3) Net Working Capital
- (4) Fixed assets
- (5) Fictitious assets
- (6) Intangible assets.

<i>Particulars</i>	<i>Rs.</i>
Equity Share Capital.....	5,00,000
Temporary Investments .....	80,000
Discount on debentures .....	12,500
12% Debentures .....	2,50,000
Creditors .....	90,000
Stock .....	20,000
Underwriting commission .....	15,000
Calls in arrears .....	25,000
Securities forfeiture account.....	5,000
Cash balance .....	30,000
Custom deposit.....	35,000
Debts of subsidiary company.....	20,000
Share premium .....	50,000
Provision for taxation :	
Current.....	30,000
Future (.....)	<u>25,000</u> .....
.....	55,000
Plant.....	4,00,000
Goodwill.....	50,000
Patents .....	20,000
Trademarks .....	10,000
Copyrights .....	15,000
Debtors .....	80,000
Bad debt reserve .....	5,000

workman Profit Sharing fund .....	10,000
Workman Compensation fund .....	20,000
Bills receivable .....	5,000
Prepaid insurance .....	2,500
Advertisement suspense Account .....	25,000
Expenses outstanding .....	5,000
Land and building .....	3,00,000
Interest accrued but not received .....	4,000
Dividend equalisation fund .....	25,000
Workman Saving fund: .....	25,000
Pension fund .....	35,000
Gratuity .....	25,000
Public deposits .....	20,000
Debenture redemption fund .....	50,000
Profit and loss A/C .....	35,500
Loan from HDFC .....	2,00,000
Bank loan .....	25,000
Uncalled dividend .....	15,000

Public deposits and Bank loan are for the period of more than 12 months.

OR

- 3 From the following particulars of keyur ltd. Prepare Vertical Balance sheet as on 31-03-2013. 15

<i>Rs.</i>	<i>Rs.</i>		
Equity share capital .....	3,00,000	Goodwill .....	1,00,000
General reserve .....	1,00,000	Land-Building .....	2,40,000
Securities premium .....	50,000	Plant-Machinery .....	1,50,000
Workmen's Accident Compensation fund .....	1,00,000	Investments .....	50,000
Workmen Profit Sharing fund ....	30,000	Stock of finished goods ..	2,00,000
Loan from GSFC .....	2,00,000	Loose tools .....	60,000
Depreciation fund on		Debtors .....	2,80,000
		Cash on hand .....	19,000

Fixed assets .....	1,00,000	Prepaid expenses .....	5,000
Creditors .....	1,80,000	Preliminary Exps. ....	20,000
Bills payable .....	50,000	Deposit with A.E.C. ....	10,000
Unclaimed dividend .....	30,000	Bills receivable .....	25,000
Bank overdraft .....	50,000		
Unpaid Expenses .....	10,000		

- 4 The following figures taken from the cost Accounts of a Manufacturing concern relate to the month of March, 2013. 15

<i>Particulars</i>	<i>1-03-13</i>	<i>31-03-13</i>
Stock of Raw materials .....	50,800	61,000
Purchase of Raw materials .....	-	43,400
Work - in Progress .....	15,600	17,200
Stock of finished goods .....	35,800	21,200
Productive wages .....	-	1,200
Carriage inward .....	-	700
Drawings office expenses .....	-	2,000
Rent and Taxes .....	-	1,200
Depreciation & Maintenance of plant .....	-	3,300
Works salaries .....	-	3,900
Indirect materials .....	-	14,200
Interest on debenture .....	-	3,000
Goodwill written off .....	-	4,000
Expenses of participating in industrial exhibition .....		5,000
Carriage outward .....	-	2,000
Stores expenses .....		700

You are required to draw up a statement showing.

- (A) Cost of Production
- (B) Cost of Production of goods sold
- (C) Cost of Sales. Work-in-progress is to be Valued at prime cost.

OR

- 4 (a) Give a specimen of a vertical Balance - Sheet given in the notification issued by Government of India in 1979 8
- (b) Advantages of using Tally Software in Accounting. 7
- 5 Write on : (any three) 15
- (1) Trial Balance and Balance Sheet
  - (2) Objectives of preparing Balance Sheet
  - (3) Tangible Assets V/s. Intangible assets
  - (4) How to create company using Tally
  - (5) Limitations of Cost Accounting
  - (6) Fixed cost and Variable cost.