Q.NO.1) . Amit Chemicals has the following Ledger Balances as on 31st March, 2010.

Particulars	Dr. Rs.	Cr. Rs.	Particulars	Dr. Rs.	Cr. Rs.
Goodwill	1,50,000		Net Sales		33,00,000
Factory Shed	60,000		Miscellaneous Income		12,000
Machinery	3,90,000		Bad Debts Reserve		15,000
Furniture	24,000		Purchase of Materials	25,80,000	
Investments	30,000		Freight on Materials	1,50,000	
Capital		5,85,000	Factory Power	45,000	
Bank Loan		9,00,000	Salaries and Wages		
Creditors		4,50,000	– Factory	4,50,000	
Debtors	4,05,000		– Office	1,95,000	
Stock on 1-4-2004			Repairs and Renewals	7,500	
– Materials	3,90,000		Rent and Taxes	49,500	
– Work-in-progress	22,500		Insurance	11,700	
– Finished Goods	2,47,500		General Expenses	54,300	
				52,62,000	52,62,000

The following additional information is available:

1) Closing Stock: Materials Rs. 6,00,000; Work-in-progress Rs. 67,500 and Finished Goods Rs. 6,52,500.
2) Depreciation to be provided at 5 % on Factory Shed, 10% in Machinery and 5% on Furniture.
3) Repairs and rent and taxes are to be apportioned between Factory and office in the ratio of 3:1.
4) Reserve for bad and doubtful debts to be provided at 5% on debtors.
5) Insurance Premium covers a period of two month in advance.

You are required to prepare Manufacturing, Trading, and Profit and Loss Account for the year ended 31st March, 2010 and Balance Sheet as on that date.

OR

Q.NO.1 Prepare the stock register for the month of June as per the FIFO method

June 1 Opening Balance 500 units at Rs.5 per unit

June 2 Purchased 500 units at Rs.6 per unit

June 5 Issued 700 units.

June 7 Purchased 600 units at Rs. 7 per unit

June 9 Issued 800 units

June 10 Issued 100 units

June 15 Purchased 100 units at Rs 5.5 per unit

June 17 Issued 750 units

June 20 Purchased 300 units at Rs.6.5 per unit

PTO

June 25 Issued 350 units

Q.NO.2) Pass journal entries and prepare ledger accounts.

Year 2000

June 1st Purchased Plant and Machinery for Rs. 4,00,000

June 2nd Paid Rs.50,000 for installation of Plant & Machinery.

Dec.31st Charged depreciation on Plant & Machinery @10% for 6 months at SLM basis.

Year 2001

1st Jan Purchased Plant and Machinery for Rs.7,00,000

31st Dec. Charged depreciation @ 10% on both machine at SLM basis.

OR

Q No 2 Prepare Stock Register using Weighted Average Method for ABCL Ltd. for Jan.2010

Date	Particulars	Units	Rate per unit
1st Jan	Opening Balance	500	5
	Product A	600	6
2ND Jan		1000	6
	Product B	2000	7
4TH Jan	Purchases	500 each	
7th Jan	Product A	500 each	
9th Jan		500	5
	Product B	600	5
15th Jan	Issued	150	
	Issued	300	
	Purchased		
	Product A		
	Product B		
	Issued		
	Product A		
	Product B		

Q-3) From the following particulars relating to Rama Krishan mission charitable hospital, prepare income & expenditure account for the year ended 31 December, 2003 and balance sheet as on that date :

Receipts & payments account for the year ended 31-12-2003

Receipts	Rs.	Payments	Rs.
To cash in hand b/d	7,130	By medicines	30,590
To subscription	47,996	By doctor's honorarium	9,000
To donations	14,500	By salaries	27,500
To interest on investment @7% for full year	7,000	By petty expenses	461
To proceeds from charity show	10,450	By equipments	15,000
		By expenses on charity show	750
		By cash in hand c/d	3,775
Total	87,076	Total	87,076

No.	Particulars	Rs.	Rs.
1.	Subscription due	240	280
2.	Subscription received in advance	64	100
3.	Stock of medicines	8,810	9,740
4.	Estimated value of equipment	21,200	31,600
5.	Buildings (cost less depreciation)	40,000	38,000

OR

Q. NO. 3 Journalise the following transactions.

Jan 1st Started business with cash Rs.50,000

2nd Purchased goods for Rs. 5,000 in cash.

3rd Sold goods for Rs.7,500 in cash

4th Purchased furniture for Rs.10,000 in cash

5th Sold goods to Ramesh on credit for Rs.8,000

6th Purchased goods from Raja on credit Rs.10,000

7th Paid salary in cash Rs.5,000

8th Paid rent in cash Rs.7,000

9th Issued a cheque to Raja of Rs.10,000

10th Issued a cheque to Raja as advance for purchase of Rs.15,000

PTO

Q.4 a) what is Capital Expenditure? Give any three example?

b) What are investments and explain the term current investment ?

c) What is Revenue Expenditure? Give any three example?

OR

Q.NO.4 Answer the following in brief.

1) What are the three Rules of accounting.

2) What will be the journal entry for Salary paid to Mohan in Cash Rs.5000.

3) If erection & installation charges are incurred on New Plant & Machinery whether it should be debited to Asset A/C or any other A/C.

4) If an asset is purchased at a cost RS. 5,00,000 and installed at accost of Rs. 50,000n having life of 7 years and a scrap value of 35,000 what will be the depreciation per year.

5) What will be the effect on profit if a capital expenses is treated as a revenue expense.

6) What are the examples of capital expenditure & revenue expenditure.

7) Explain the two methods of stock valuation .Which method do you prefer and why?