

- N.B.: 1. All Questions are compulsory.
2. Figures to the right indicate full Marks.
3. Working notes should form part of your answers.

FYBAF
Extra

Q.1 a) Multiple Choice Questions. (Any 8)

(8)

1. "_____ System" is "a system of book- keeping in which only records of cash and of personal accounts are maintained".
a) Single Entry
b) Double Entry
c) Double Column
d) Balance Sheet
2. If books are kept under single entry system, credit sales are ascertained by preparing _____ account.
a) Debtors A/c
b) Creditors A/c
c) Trading A/c
d) Balance Sheet
3. Expenses paid by Branch, is recorded on _____ Account Debit Side
a) Branch
b) Trading
c) Debtors
d) Consignment
4. Under Stock and Debtors method, _____ A/c is opened in order to ascertain gross profit/loss Of branch.
a) Branch Stock
b) Consignment
c) Profit and Loss
d) Balance Sheet
5. At times, goods are sent by a dealer to an agent for sale commission, on the basis that the goods will be sold on behalf of and the risk of the dealer. The dispatch of goods is known as _____.
a) Consignment
b) Branch
c) Sale on return Basis
d) Advertisement
6. Goods sent on consignment a/c is closed by transfer to _____ account.
a) Trading Account
b) Consignee A/c
c) Profit & Loss A/c
d) Cash Account
7. The person who sends the goods for sale on fixed commission basis is _____.
a) Consignor
b) Consignee
c) Debtors
d) Creditors
8. When the consignor sends goods to consignee he prepares a _____ account in His books.
a) Consignment A/c
b) Trading A/c
c) Profit & Loss A/c
d) Balance Sheet
9. Unrecorded purchases should be _____.
a) Added to Sales
b) Added to Purchase
c) Added to Wages
d) Ignored
10. Value of stock on date of fire is estimated by preparing _____ Account.

- a) Memorandum Trading A/c b) Trading A/c
c) Profit & Loss A/c d) Debtors A/c

Q.1. b) State whether the following statements are True or False: (Any 7)

(7)

1. Even in Single system, cash Account may be kept properly with entries made for both receipts and Payment.
2. Under Single Entry System, it is not possible to ascertain the net profit earned by the business.
3. Purchases are ascertained from Debtors Account.
4. Depreciation on branch fixed assets is credited to branch account under debtors system.
5. Del-Credere Commission is always allowed on credit sales.
6. Consignment is a sale between the consignor and the consignee.
7. Consignee sends a proforma invoice to the consignor.
8. An Account Sales is a ledger account in the books of the consignee.
9. On loss of goods by fire, a trader can claim compensation for the book stock as on the day of fire as indicated in the stock records.
10. The average clause in a fire insurance policy applies only in case of over insurance.

Q.2 a) The Bombay Commercial Company invoiced goods to its Delhi Branch at cost. The Head Office paid all the branch expenses from its bank except petty cash expenses which were paid by the branch. From the following details relating to the Branch, prepare :

1. Branch Stock A/c
2. Branch Debtors A/c
3. Branch Expenses A/c
4. Branch Profit and Loss A/c

(15)

Particulars	Rs	Particulars	Rs
Stock (Opening)	10,500	Discount to Customers	2,100
Debtors (Opening)	18,900	Bad Debts	900
Petty Cash (Opening)	300	Goods Returned by Customers to Branch	750
Goods sent from H.O.	39,000	Salaries	9,300
Goods returned to H.O.	1,500	Rent	1,800
Cash Sales	26,250	Debtors (Closing)	14,700
Advertisement	1,200	Petty Cash (Closing)	150
Cash received from Debtors	42,750	Credit Sales	42,600
Stock (Closing)	9,750		
Allowances to Customers	300		

OR

Q. 2 b) Hanuman of Mumbai opened a branch at Nasik on 1st January, 2021. During the year ended 31st December 2021, the following transactions have taken place -

(8)

	Rs.
Goods sent to Nasik	60,000
Cash sent to Nasik	5,000
Goods returned from Nasik	6,000
Cash received from Nasik	58,000
Rent for Branch paid by Head Office	3,000
Expenses paid by Branch:	
Salaries	6,000
Conveyance	500

Postage
Carriage 500
Cash Sales amounted to Rs 8,000. 400 7,400
On 31st December, 2021. Stock worth Rs. 6,000 was at Branch, Rs. 5,000 was due from Debtors and Cash on hand was Rs. 1,000.
Show Branch Account in the books of Hanuman.

Q.2. c) Mahavir is having his Head Office at Mumbai and Branch Office at Nasik. Prepare the Branch Account in the books of the Head Office from the following transactions with the branch: (7)

Particulars	Rs	Particulars	Rs
Opening Balance at Branch :		Amounts remitted to the Branch for:	
- Petty Cash	1,000	- Petty Cash Expenses	4,000
- Stock	39,500	- Salary	12,000
- Debtors	21,000	- Rent and Taxes	3,500
Goods Supplied to Branch during the year	3,10,000	Closing balances at Branch :	
Amounts remitted by the Branch :		- Petty Cash	950
- Cash Sales	1,13,200	- Debtors	53,000
- Realisation from Debtors	2,30,300	- Stock	26,500

Q.3 a) Following are given:
(15)

- (1) Balance Sheet of Anjali on 1st January, 2022.
- (2) Cash Book for cash receipts and cash payments during the year.
- (3) Summary of other transactions of 2022.

(1) Balance Sheet as at Jan. 1, 2022

Liabilities	Rs	Assets	Rs
Bills Payable	1,600	Cash at Bank	3,900
Creditors	3,600	Bills Receivable	1,500
Capital	20,200	Debtors	4,000
		Stock	6,000
		Plant and Machinery	4,000
		Land and Buildings	6,000
	25,400		25,400

(2) Cash Book of the year 2022

Receipts	Rs	Payments	Rs
To Balance b/d	3,900	By Salaries	1,200
To Debtors	27,000	By Wages	1,480
To Bills Receivable	9,000	By Bills Payable	7,320
		By Creditors	14,700
		By Office Expenses	800
		By Anjali's Drawings	3,000
		By Balance c/d	11,400
	39,900		39,900

(3) Summary of other Transactions during the year 2022

Purchases Rs 30,000,
 Sales Rs 38,000,
 Discount allowed to debtors Rs 200,
 Bills Receivable received during the year Rs 9,100,
 Bills Payable given during the year Rs 15,500,
 Stock on 31-12-2022 Rs 7,000.
 Depreciate Plant and Machinery by Rs 400 and Land and Buildings by Rs 300.
 Prepare Trading and Profit and Loss Account and Balance Sheet for 2022.

OR

Q.3 b) You are given the following statement and information:

(15)

i) Statement of Affairs as on 1-1-2021

<i>Liabilities</i>		<i>Rs.</i>	<i>Assets</i>		<i>Rs.</i>
Trade Creditors		40,000	Buildings		1,20,000
Bills Payable		30,000	Machinery		80,000
Capital	1,70,000		Stock		28,000
Add : Surplus	<u>40,000</u>	2,10,000	Debtors		32,000
			Investments		18,400
			Cash in hand		1,600
		2,80,000			2,80,000

ii) Cash transactions for the year ending 31-12-2021:

<i>Particulars</i>	<i>Rs.</i>
(a) Receipts :	
From Debtors	88,000
From Sale of Investments	19,000
From Interest	1,000
(b) Payments :	
To Creditors	49,200
Against Bills Payable	28,000
Salaries	4,400
Rent (Prepaid Rs. 400)	1,800
Advertisement	1,000
Income Tax	800

(iii) Other Information

<i>Particulars</i>	<i>Rs.</i>
Discount allowed	800
Discount earned	600
Balances as on 31-12-2021 :	
- Debtors	31,200
- Creditors	18,800
- Bills Payable	7,600
- Stock	19,400

Provide Depreciation on Building at 15% p.a. and on Machinery at 10% p.a.

Prepare Trading and Profit and Loss Account for the year ending 31st December 2021 and Balance Sheet as on that date.

Q.4 a) Shyam & Company of Mumbai consigned 50 bundles of cutpiece cloth @ Rs. 700 each to Baneerjee & Co. of Kolkata to be sold on commission basis. An advance of Rs. 16,000 was received. From Baneerjee & Co. Baneerjee & Co. Sent an account sale which states that total goods were Sold for Rs. 56,000 and Rs. 1,800 were paid for carriage, godown rent and port expenses. Their Commission was Rs. 2,000 They sent a bank draft for the balance amount to Shyam & Co. **From the above particulars pass necessary journal entries in the books of Shyam & Co. and also show Ledger Accounts in the books of the consignor.** (15)

OR

Q.4 b) A fire occurred in the premises of Mr. Parvez on 15th October, 2022. From the following particulars ascertain the loss of stock and prepare a statement of claim to be lodged with insurance company. (15)

Particulars	Rs.
Stock on 31-3-2020	1,98,000
Stock on 31-3-2021	2,42,000
Purchases for 2020-21	6,40,000
Sales for 2020-21	8,00,000
Purchases from 1-4-2021 to 15-10-2022	6,00,000
Sales from 1-4-2021 to 15-10-2022	7,58,000

The stock on 31st March, 2020 was valued at 90% of Cost Price and 31st March, 2021 was valued at 10% above cost.

Salvage was Rs. 35,600.

The amount of policy was Rs. 2,00,000.

The claim was subject to average clause.

Q. 5 a) Distinguish between consignment & Sale. (8)

Q. 5 b) Explain in brief Stock and Debtors Method. (7)

OR

Q. 5 Short Notes: (Any 3)

a) Consignment Account (15)

b) Total Debtors Account

c) Del- credere commission

d) Single entry system

e) Branch account.