



SRI BHAGAWAN MAHAVEER JAIN EVENING COLLEGE

Affiliated to Bengaluru City University
V V Puram, Bangalore – 560 004

I SEMESTER B.COM. COURSE COMING UNDER THE FACULTY OF COMMERCE

(As per NEP Model)

TEST – II – FEBRUARY -2022

Subject: Financial Accounting

Duration: 1:30 Min

Time: 6 PM to 8 PM

Max Marks: 60

Note: 1. All sections are compulsory

2. Illustrate wherever necessary

SECTION – A (Conceptual Questions)

(Answer any FIVE Questions. Each question carries 2 marks)

(5 x 2 =10 Marks)

1	What is meant by recoupment of short workings?	(02Marks)
2	Give the formula to find out cost of goods sold	(02Marks)
3	Give two examples of capital receipts	(02Marks)
4	How do you treat the Outstanding expenses in final accounts?	(02Marks)
5	Give the meaning of inflation accounting?	(02Marks)
6	Define Human resource accounting	(02Marks)
7	Mention any two disadvantages of green accounting.	(02Marks)

SECTION – B (Application Questions)

(Answer any FOUR Questions. Each question carries 5 marks)

(4 x 5 =20 Marks)

8	Write the disadvantages of database accounting.	(5 Marks)
9	Prepare an Analytical Table of Royalties from the following details: a) Minimum rent ` .10, 000 p.a. b) Royalty ` .01.00 per tonne of ore raised. c) Short workings are recoverable during the first three years of the lease only. d) The output for the first three years are: 2014 – 2,000 tons 2015 – 5,000 tons 2016 – 15,000 tons 2017 – 20,000 tons.	(5 Marks)

10	Prepare balance sheet in a vertical form		(5 Marks)
	Capital	?	
	Furniture	8,000	
	Computers	12,000	
	Cash	6,000	
	Bills receivable	4,000	
	Bills payable	5,000	
	Reserves and surplus	3,000	
	Over draft	5,700	
	Creditors	2,200	
	Loan	5,600	
	Outstanding expenses	1,200	
	Outstanding income	1,500	
Prepaid expenses	2,200		

11	From the following information prepare gross profit/ gross loss Opening stock 20,000 Purchases – 60,000 ; sales 90,000 ; wages 5,000 ; power 500 ; closing stock 21,000 ; purchases returns 1,000; sales returns - 1,000	(5 Marks)
12	Distinguish between trial balance and balance sheet	(6 Marks)

SECTION – C (Analyses and Understanding Questions)

(Answer any two Questions. Each question carries 12 marks)

(2x12=24 Marks)

13	What is Big data analytics in accounting? Explain its advantages and disadvantages.	(12Marks)																
14	<p>Bengal coal limited leased a colliery from Shankar at a royalty of Rs 1.50 per ton of coal raised with a minimum rent of Rs 10,000 per annum. Each years excess of minimum rent over actual royalties is recoverable out of royalties of next five years. In the event of strike the minimum rent not being reached, the lease provide the actual royalties earned for the year discharged all the rental obligation n for the year. The out put of colliery for the 1st seven years are as under</p> <p>Prepare- Minimum rent a/c, royalties a/c , short workings a/c and Shankar a/c in the books of Bengal coal limited</p> <table border="1"> <thead> <tr> <th>Year</th> <th>Output (tons)</th> </tr> </thead> <tbody> <tr> <td>2011-12</td> <td>Nil</td> </tr> <tr> <td>2012-13</td> <td>3,000</td> </tr> <tr> <td>2013-14</td> <td>4,000</td> </tr> <tr> <td>2014-15</td> <td>6,000</td> </tr> <tr> <td>2015-16</td> <td>8,000</td> </tr> <tr> <td>2016-17</td> <td>4,000(strike for 3 months)</td> </tr> <tr> <td>2017-18</td> <td>10,000</td> </tr> </tbody> </table>	Year	Output (tons)	2011-12	Nil	2012-13	3,000	2013-14	4,000	2014-15	6,000	2015-16	8,000	2016-17	4,000(strike for 3 months)	2017-18	10,000	(12Marks)
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15	<p>Following is the trial balance of Mr. Sunil as on 31st march 2019</p> <table border="1"> <thead> <tr> <th>Particulars</th> <th>Debit</th> <th>Credit</th> </tr> </thead> <tbody> <tr> <td>Cash</td> <td>1,20,000</td> <td></td> </tr> <tr> <td>Drawings</td> <td>36,000</td> <td></td> </tr> <tr> <td>Sales returns</td> <td>13,000</td> <td></td> </tr> <tr> <td>Establishment expenses</td> <td>62,000</td> <td></td> </tr> <tr> <td>Deposit with bank</td> <td>22,000</td> <td></td> </tr> <tr> <td>Capital</td> <td></td> <td>2,00,000</td> </tr> <tr> <td>Sales</td> <td></td> <td>8,00,000</td> </tr> <tr> <td>Purchases</td> <td>6,68,000</td> <td></td> </tr> <tr> <td>Debtors</td> <td>1,77,000</td> <td></td> </tr> <tr> <td>Bad debts</td> <td>14,000</td> <td></td> </tr> <tr> <td>Insurance</td> <td>8,000</td> <td></td> </tr> <tr> <td>Creditors</td> <td></td> <td>49,000</td> </tr> <tr> <td>Purchases returns</td> <td></td> <td>18,000</td> </tr> <tr> <td>Commission</td> <td></td> <td>12,000</td> </tr> <tr> <td>Opening stock</td> <td>1,55,000</td> <td></td> </tr> <tr> <td>Furniture</td> <td>11,000</td> <td></td> </tr> <tr> <td>Bills payable</td> <td></td> <td>40,000</td> </tr> <tr> <td>Bills receivable</td> <td>13,000</td> <td></td> </tr> <tr> <td>Bank overdraft</td> <td></td> <td>1,80,000</td> </tr> <tr> <td></td> <td>12,99,000</td> <td>12,99,000</td> </tr> </tbody> </table> <p>Additional information :</p>	Particulars	Debit	Credit	Cash	1,20,000		Drawings	36,000		Sales returns	13,000		Establishment expenses	62,000		Deposit with bank	22,000		Capital		2,00,000	Sales		8,00,000	Purchases	6,68,000		Debtors	1,77,000		Bad debts	14,000		Insurance	8,000		Creditors		49,000	Purchases returns		18,000	Commission		12,000	Opening stock	1,55,000		Furniture	11,000		Bills payable		40,000	Bills receivable	13,000		Bank overdraft		1,80,000		12,99,000	12,99,000	(12Marks)
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- Outstanding expenses : salary 6,000; Rent 4,000
- Prepaid insurance 2,000
- Commission includes Rs 3,000 received in advance for the next year
- Interest on bank overdraft Rs 33,000 to be paid
- Depreciate furniture @ 10%PA
- Stock on 31st march 2019 Rs 68,000

Prepare statement of profit/ loss and balance sheet as on that date

SECTION – E (Skill Development Questions)

(Answer any one Question. Each question carries 6 marks)

(1x6=06Marks)

16	List any six Indian Accounting Standards.	(6Marks)
17	Prepare statement of trading account in vertical form with imaginary figures	(6Marks)