

TILAK MAHARASHTRA VIDYAPEETH, PUNE
BACHELOR OF COMMERCE (B.COM.) (NEW)
MAY - 2012 EXAMINATION
THIRD YEAR
Sub: Advanced Accountancy (C- 312)

Date: 16/5/2012

Total Marks: 80

Time: 10.00 am to 1.00 pm

- Note:** 1) All questions are compulsory.
 2) Figures to the right indicate full marks.

Q.1 a) Fill in the blanks (any 5) (5)

- 1) Investment Account is ----- Account.
- 2) Schedule No. 5 of Bank stands for -----.
- 3) The Closing balance in the goods sent to branch A/c transferred to -----.
- 4) Generally accepted liquid ratio is -----.
- 5) -----price includes the amount of interest for the period for which the seller held the securities.
- 6) Rent and rates are distributed on the basis of ----- in department accounts.
- 7) Cost plus profit is also known as -----.

b) State whether the following statements are true or false (any 5) (5)

- 1) From the departmental account profit of the entire business can not be calculated.
- 2) Average clause in the case of loss of stock is applicable when value of stock is more than the amount of policy.
- 3) In "Cum interest" quotation the right to receive interest passes to the buyer.
- 4) A Banking Company cannot grant loan to any of its directors.
- 5) Gross profit ratio is the ratio between gross profit & purchases.
- 6) Interest and brokerage are calculated on the face value of investment.
- 7) 25% on cost price = $33\frac{1}{3}\%$ on selling price.

Q.2 The following is the Trial Balance of Dhanvikas Bank Ltd, Kasegaon as on 31-3-2010 (20)

Trail Balance 31-3-2010

Particulars	Debit Rs.	Credit Rs.
<u>Subscribed Capital</u>		5,00,000
50,000 Equity Shares of Rs. 10 each fully paid		
Reserve Fund		2,50,000
Loans, Cash Credit & overdrafts	2,85,000	
Premises	50,000	
India Govt. Securities	4,00,000	
Current Deposits		1,00,000
Fixed Deposits		1,25,000
Saving Bank Deposits		1,50,000

Salaries	28,000	
General Expenses	27,400	
Rent Rates & Taxes	2,300	
Director's Fees	1,800	
Profit & Loss Account on 1-4-2009		16,000
Interest & Discount		1,28,000
Stock of stationery	8,500	
Bills purchased & discounted	46,000	
Interim dividend paid	17,000	
Recurring deposits		20,000
Shares	1,50,000	
Cash in hand & with RBI	1,93,000	
Money at call & short notice	80,000	
Total	12,89,000	12,89,000

The following information should be considered.

- 1) Provision for bad and doubtful debts is required to be made at Rs. 5,000
- 2) Interest accrued on investment was Rs. 8,000
- 3) Unexpired discount (Rebate on bills discounted) amounted to Rs. 380.
- 4) Interim dividend declared was 4% actual.
- 5) Endorsement made on behalf of customers totaled Rs. 1,15,000
- 6) Authorized capital was 80,000 Equity shares of Rs. 10 each.
- 7) Rs. 10,000 were added to the Premises during the year, Depreciation @ 5% on the opening balance is required.
- 8) Market value of Indian Govt. securities was Rs. 3,90,000.

Prepare profit & loss account for the year ending 31-3-2010 & Balance – Sheet as at that date in the prescribed form.

- Q. 3 a)** A fire broke out in the premises of Maharaja Co. Malegaon on 1st July 2009 and stock of the value of Rs. 1,57,500 was salvaged and the books and records were saved. **(15)**

The following information was obtained

Stock on 31 st March 2008	4,20,000
Stock on 31 st March 2009	4,20,000
Sales from 1 st April to 30 th June 2009	5,10,000
Purchases from 1 st April to 30 th June 2009	3,15,000
Sales for the year ended 31 st March 2009	15,00,000
Purchases for the year ended 31 st March 2009	9,00,000

Calculate the amount of claim to be submitted to the insurance company in respect of the loss of stock.

- b)** On 1st July 2010, Heena Investment Ltd. held Rs. 1,00,000, 6% debentures of Sujata Ltd. in the books at Rs. 95,600. Interest is payable on 31st July & 31st Jan. On 1st Sept. 2010 further Rs.50,000 of the debentures in Sujata Ltd. was bought at Rs. 98 Cum Interest and on 1st Jan 2011 a further Rs. 40,000 was bought at Rs. 97 ex-interest. **(15)**

On 31st March 2011 Rs. 80,000 debentures were sold at Rs. 101 Cum-interest & on 15th June 2011 Rs. 60,000 debentures were sold at Rs. 102 ex-interest. Show investment account for the year ending 30th June 2011.

- Q.4** The following are the summarized Trading & Profit & Loss accounts for the year ended 31-3-2010 and the Balance Sheets as on 31-3-2010 of wise Ltd. & clever Ltd. **(20)**

Trading & Profit & Loss Ltd. for the year ended 31-3-2010

Particulars	Wise Ltd. Rs	Clever Ltd. Rs.	Particulars	Wise Ltd.	Clever Ltd.
To opening stock	48,000	8,000	By Sales	3,60,000	3,60,000
To Purchases	3,19,000	3,34,000	By Closing stock	52,000	12,000
To G.P.	45,000	30,000			
TOTAL	4,12,000	3,72,000	TOTAL	4,12,000	3,72,000
To Expenses	16,200	7,600	By G.P.	45,000	30,000
To Net Profit	28,800	22,400			
TOTAL	45,000	30,000	TOTAL	45,000	30,000

Balance Sheet
As on 31st March 2010

Liabilities	Wise Ltd. Rs	Clever Ltd. Rs.	Assets	Wise Ltd.	Clever Ltd.
Share capital	1,00,000	1,00,000	Fixed Assets	1,27,800	1,07,500
Reserve	80,000	16,000	Stock	52,000	12,000
Profit & Loss	60,000	24,000	Debtors	40,000	24,000
Creditors	43,800	40,500	Bank	84,000	37,000
Bank overdraft	20,000	----			
TOTAL	3,03,800	1,80,500	TOTAL	3,03,800	1,80,500

You are required to compute the following ratios of the above companies.

- 1) Current Ratio
- 2) Liquid Ratio
- 3) Gross Profit Ratio
- 4) Stock turnover Ratio

OR

Q.4 A trading firm has a retail branch at Baramati which is supplied with goods from the Head Office at Pune and which keeps its own sales ledger and remits all cash received daily to the Head Office, the branch expenses being paid by the Head office by weekly cheques (20)

From the following particulars, draw up the Branch Account as they would appear in the Head Office books for the year ending 31.3.2010.

Particulars	Rs.
Credit Sales	24,850
Cash Sales	14,600
Return Inward	300
Cash received on ledger accounts (from debtors)	23,870
Debtors on 1-4-2009	13,450
Stock on 1-4-2009	840
Stock on 31-3-2010	12,800
Goods received from Head Office	22,760
Bad debts at the branch	650
Wages & Sundry Expenses	4150
Rent, Rates & Taxes	4020