

TILAK MAHARASHTRA VIDYAPEETH, PUNE

MASTER OF COMMERCE (M. COM.)

EXAMINATION :MAY - 2016

FIRST SEMESTER

Sub: Advanced Financial Accounting (MCA - 111/MCA-105)

Date: 28/05/2016

Marks: 60

Time: 10.00 am to 12.30 pm

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

Q.1. Answer the following questions. (Attempt any two) (32)

1) Rajashri Ltd leased a colliery on 1st January 2005 from M/s Manish at a minimum rent of Rs. 40,000 p.a. at a royalty of Rs. 3 per ton with a right to recover short working over the first three years of the lease.

The output for the first four years of the lease was as follows :

Year	Output (Tons)
2005	10,000
2006	12,000
2007	14,000
2008	20,000

Pass the necessary Journal entries in the books of Rajashri Ltd, for the four years.

2) From the following Trial Balance of Akshaya Co-operative Consumer society Ltd. Pune, as on 31st March 2011, Prepare Trading and Profit and Loss A/c for the year ended 31st March 2011 and Balance Sheet as on that date after considering the adjustments given thereafter.

Trial Balance

Particulars	Debit Rs.	Credit Rs.
Share Capital		1,60,000
Calls in Arrears	10,000	
Reserve Fund	--	15,000
Common Good Fund		5,000
Opening Stock of Consumer's goods	1,10,000	
Furniture	48,000	
Education Fund		8,000
Sundry Creditors		20,000
Sundry Debtors	30,000	
Commission Payable		4,000
Salaries	71,000	
Commission	17,400	
Rent, Rate and Taxes	20,000	
Postage	12,100	

Land	9,000	
Interest on Investments		10,000
Equipments	20,000	
Purchases	16,40,000	
Investments	1,00,000	
Sales		20,60,500
Cash in Hand	25,000	
Cash at Bank	1,70,000	
	22,82,500	22,82,500

Adjustments :

1. Outstanding rent payable on 31st March 2011 was Rs. 1,000.
2. Charge 5% depreciation on furniture.
3. Closing stock of consumer's goods is valued at cost Rs. 1,40,000.
4. Interest accrued on Investment Rs. 2,000.
5. Outstanding Salary on 31st March 2011 was Rs. 2,000 and Rs. 3,000 paid in advance.
6. Authorised Capital 20,000 share of Rs. 10 each.

3) A Leasing Ltd lease an asset to M/s Sunil Traders and the terms are as follows:

Cost of an asset	Rs. 1,00,000
Lease period	4 years
Residual value	Zero
Depreciation statutory	40%
Lease Rental	Rs. 35740 (payable at the end)
Finance Income	16%
Lease started on	1 st Jan 2007

You are required to prepare

1. P & L a/c for 4 years

Q.2. Answer the following. (Attempt any one)

(8)

1. Write difference between Private Accounting & Government Accounting.
2. What do you mean by Branch? State types of Branches.
3. From the following Branch Revenue items calculate their Rupees equivalents.

Dubai Branch Trading Account

Particulars	D.H.	Particulars	D.H.
To Opening Stock	85,000	By Sales	5,17,500
To Goods from H.O.	2,55,000	By Closing Stock	1,12,500
To Wages & Salaries	1,15,000		
To G.P.	1,75,000		
	6,30,000		6,30,000

Monthly Exchange Rates (for D.H.one)

	Rs		Rs
Jan	10.25	July	10.30
Feb	10.20	Aug	10.35
Mar	9.95	Sept	10.55
Apr	10.15	Oct	10.70
May	10.25	Nov	10.85
June	10.25	Dec	11.00

Note :- Goods sent to Dubai branch amounted to Rs. 26,75,000

Q.3. Write short notes. (Attempt any two) (10)

1. Advantages of Lease
2. Foreign Branch
3. Carbon Credit Accounting
4. Short working

Q.4 Select the Correct Alternatives. (Attempt Any Ten) (10)

1. Foreign Branch is type of-----branch
 - a) Dependent
 - b) Independent
 - c) Home
 - d) None of these
2. Maharashtra Co-operative society Act is-----
 - a) 1930
 - b) 1992
 - c) 1960
 - d) 1912
3. Government generally maintains its records on cash system following-----system.
 - a) Double entry system
 - b) Single Entry
 - c) Barter System
 - d) None of these
4. The final account of Co-operative Society is prepared in----forms
 - a) T
 - b) N
 - c) M
 - d) S
5. Lease equalization is transferred to-----
 - a) Profit and Loss Account
 - b) Trading Account
 - c) Lessee's Account
 - d) Balance sheet
6. Every Co-operative Society must carry -----of profit to Reserve fund.
 - a) 25%
 - b) 25%
 - c) 20%
 - d) 35%
7. Copy Right Royalties are based on-----
 - a) Sales
 - b) Opening Stock
 - c) Production
 - d) Closing Stock
8. Minimum Rent is also called as-----
 - a) Advance Rent
 - b) Outstanding Rent
 - c) Previous Rent
 - d) Dead Rent
9. There are-----types of Lease

- a) Two
c) One
- b) Five
d) Three
10. Landlord is also known as-----
a) Lessor
c) Lessee
- b) Member
d) Tenant
11. Serious impact of global warming on climate was first put forth by USA in----
a) 1960
c) 1947
- b) 1930
d) 1992
12. Royalty account is a-----Account
a) Real
c) Nominal
- b) Personal
d) None of these
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