

Exam, Code : 121101

Subject Code : 502033

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Bachelor of Commerce (Hons.) 1st Semester

(Batch 2025-29) (CBGS)

FINANCIAL ACCOUNTING

Paper-BCO01005T

Time Allowed—3 Hours] [Maximum Marks—100

Note :— Attempt **FIVE** questions in all, selecting at least **ONE** question from each section. The fifth question may be attempted from any section. All questions carry equal marks.

SECTION—A

1. What is financial accounting? Discuss the nature, scope, and limitations of financial accounting.
2. Shikha of Ambala started business on January 1, 2020, by investing cash of Rs. 5,00,000. Her transactions for the month are as follows:

January	
1	Purchased goods worth Rs. 100,000 for cash.
2	Opened current account in Bank of India with Rs. 1,00,000.
2	Sold goods worth Rs. 5000 to Shivam and allowed 10% trade discount.
3	Received Rs. 5000 from Shivam in full settlement of his account.

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4	Sold goods to Sanyam Rs. 4000.
6	Sold goods to Ram Lal for cash Rs. 3500.
10	Received Rs. 4200 from Sanyam in full settlement.
14	Salaries Rs. 50,000 paid by cheque.
18	Withdrew for personal use Rs. 8000.
20	Goods given as donation Rs. 3000.
22	Gave cash Rs. 2200 to Rajat as loan.
24	Purchased goods from Rajiv Rs. 4000 who allowed 10% trade discount.
26	Sold goods to Kasturi Rs. 8000.
30	Received Rs. 6000 from Kasturi.
31	Drew cheque for personal use Rs. 5000.

All transactions are subject to levy of CGST and SGST @6% each. Journalise the transactions.

SECTION—B

- What are Voyage Accounts? Explain the expenses involved in voyage.
- From the following figures extracted from the books of Mr. Kissinger for the year ending 30th April 2018:

Debit Balance		Credit Balance	
	Rs.		Rs.
Rates & Taxes	700	Machinery	4,820
Unexpired Rates & Taxes	70	Land & Building	12,000
General Expenses	1,766	Debtors	17,860
Purchases	33,437	Salaries	3,862
Carriage Inwards	952	Advertising	10,716

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Debit Balance		Credit Balance	
	Rs.		Rs.
Wages	9,675	Kissinger's Capital	30,000
Depreciation Furniture	60	General Reserve	500
Furniture & Fitting	1,140	Loan (Secured) 6%	5,000
Opening Stock	7,834	Sales	61,725
Insurance	326	Bank Overdraft	543
Cash in Hand	100	Creditors	10,733
Sales Return	683		
Drawings	2,500		

You are required to prepare Trading and Profit & Loss account for the year ended 30th April 2018 and Balance Sheet as at the date taking into account the following matters:

- (i) Closing stock was valued at Rs. 8,931.
- (ii) Reserve for doubtful debts is required at 5% of sundry debtors.
- (iii) Depreciation to be provided on Machinery @ 10% per annum.
- (iv) Wages were paid on proprietor's account Rs. 375.
- (v) Sales include sale of furniture on 30th April 2018 for Rs. 700, the book value of furniture sold on that date was Rs. 750.
- (vi) Advertising is to be written off over three years.

SECTION—C

5. Explain different methods of recording transactions in Joint Venture.
6. Suman of Delhi consigned 600 fans to Kanchana of Mumbai to be sold on her account and at her risk. The cost of each fan is Rs. 3,000. Suman paid

Rs. 60,000 as freight and insurance and received Rs. 6,00,000 as advance from Kanchana. Kanchana paid Rs. 15,000 as octroi and cartage, Rs. 20,000 as rent, and Rs. 15,000 as insurance. 500 fans were sold by Kanchana for Rs. 18 lakhs. Kanchana was entitled to a commission of 4% on sales @ Rs. 3,500 per fan and 20% of any surplus price realised. Prepare "Consignment Account" in the books of Suman.

SECTION—D

7. What are departmental accounts? Discuss advantages. Explain briefly the system of keeping departmental accounts.
8. Zee Ltd. opened its branch at Ambala. Goods are invoiced to this branch at cost plus 25%. From the following details, prepare branch accounting in the books of H.O.:

	Rs.
Credit Sales	11,200
Goods supplied to Branch	38,000
Cash Sales	24,800
Cash received from Debtors	10,000
Wages (Paid by H.O.)	1,520
Rent (Paid by H.O.)	1,800
Discount allowed	400
Goods Spoiled	100
Sundry Expenses (Paid by Branch)	200
Goods returned by customers	200