

## MBA SCM Sem.-1 Examination

FC-103

FA &amp; B

January-2024

Time : 2-30 Hours]

[Max. Marks : 70]

<b>Q-1</b>	<p><b>A) Answer the following :</b></p> <ol style="list-style-type: none"> <li>1. Define Ledger.</li> <li>2. What is operating cycle?</li> <li>3. What is cash transaction?</li> <li>4. Income tax paid by <i>proprietor</i> for personal use will be <i>debited</i> to which account?</li> <li>5. Explain the term current liabilities.</li> <li>6. Explain rules of debit and credit.</li> <li>7. Which are the tools for financial statement analysis.</li> </ol>	<b>14</b>																																												
<b>Q-2</b>	<p><b>A)</b> Journalize following transactions in the books of Devarsh. July 2023</p> <ol style="list-style-type: none"> <li>1 Commenced business with cash Rs. 8,00,000 and cheque Rs. 20,00,000.</li> <li>2 Purchased goods for cash Rs. 1,70,000.</li> <li>3 Purchased machinery against cheque Rs. 4,50,000.</li> <li>7 Sold goods to Vijay Rs. 1,60,000.</li> <li>10 Received cheque from Vijay Rs. 1,50,000 in full settlement, deposited in bank.</li> <li>12 Goods purchased from Rajesh Rs. 90,000.</li> <li>15 Cheque received from Vijay is returned dishonored.</li> </ol>	<b>14</b>																																												
<b>OR</b>																																														
<p><b>B)</b> Redraft Trial Balance as on 31<sup>st</sup> March 2022 in books of Bhavin.</p> <table border="1"> <thead> <tr> <th>Debit Balances</th> <th>Amount (Rs.)</th> <th>Credit Balances</th> <th>Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Purchase</td> <td>3,00,000</td> <td>Capital</td> <td>2,20,800</td> </tr> <tr> <td>Creditors</td> <td>1,50,000</td> <td>Fixtures</td> <td>16,800</td> </tr> <tr> <td>Building</td> <td>1,80,000</td> <td>Interest received</td> <td>7,800</td> </tr> <tr> <td>Bank Overdraft</td> <td>30,000</td> <td>Debtors</td> <td>1,80,000</td> </tr> <tr> <td>Machinery</td> <td>51,000</td> <td>Sales</td> <td>3,12,000</td> </tr> <tr> <td>Return Outward</td> <td>7,800</td> <td></td> <td></td> </tr> <tr> <td>Bad Debts</td> <td>8,400</td> <td></td> <td></td> </tr> <tr> <td>Cash</td> <td>1,200</td> <td></td> <td></td> </tr> <tr> <td>Discount Received</td> <td>9,000</td> <td></td> <td></td> </tr> <tr> <td><b>Total</b></td> <td><b>7,37,400</b></td> <td><b>Total</b></td> <td><b>7,37,400</b></td> </tr> </tbody> </table>			Debit Balances	Amount (Rs.)	Credit Balances	Amount (Rs.)	Purchase	3,00,000	Capital	2,20,800	Creditors	1,50,000	Fixtures	16,800	Building	1,80,000	Interest received	7,800	Bank Overdraft	30,000	Debtors	1,80,000	Machinery	51,000	Sales	3,12,000	Return Outward	7,800			Bad Debts	8,400			Cash	1,200			Discount Received	9,000			<b>Total</b>	<b>7,37,400</b>	<b>Total</b>	<b>7,37,400</b>
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Q-3

**A)**

Enter the following transactions in Triple column Cash Book of Ramesh.

August 2023

- 1 Opening balance: Cash ₹ 7,500 and Bank ₹ 20,000.
- 3 Encashed a cheque for ₹ 8,000 and paid salaries for the month of July ₹ 7,000.
- 10 Received a cheque of ₹ 9,000 from Chetan in full settlement of ₹ 10,000.
- 11 Gitesh settled his account of ₹ 5,000 by a cheque of ₹ 4,900.
- 17 Withdrawn from bank ₹ 9,000 and Office equipment was purchased for ₹ 6,000 and the balance amount taken by the owner.
- 18 Sold goods to Shailendra ₹ 5,000.
- 19 Shailendra returned goods of ₹ 1000 and settled the account by a cheque.
- 22 Bank notifies that Shailendra's cheque has been dishonoured and bank debited ₹ 150 towards its charges for this cheque.
- 28 Cash sales ₹ 80,000 and cash purchase ₹ 20,000.
- 31 Deposited into bank cash retaining ₹ 10,000

**OR****B)**

Mahesh has following transactions with Suresh for the month of July 2023.

July 2023

- 5 Balance due from Suresh ₹ 12,000.
- 6 Rebate was given of ₹ 1700 for poor quality of goods. Cheque received in settlement of accounts less ₹ 200 cash discount.
- 10 Sold goods to Suresh for ₹ 10,000.
- 12 Received a letter from Suresh in which he informed that he would forward a cheque of ₹ 10,000.
- 15 Received a cheque from Subhash for the balance after allowing cash discount of ₹ 500.
- 20 Suresh's cheque returned by Bank marked "Refer to Drawer".

Prepare the account of Suresh in the ledger of Mahesh and balance the account.

Q-4

**A)**

Following is the Trial Balance of Keshav as on 31<sup>st</sup> March 2023.

Prepare the Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March 2023 and the Balance Sheet as at that date for making the following adjustments :

Head of Accounts	Debit (₹)	Credit (₹)
Purchase	4,87,515	
Debtors	1,50,600	
Trade Expenses	17,493	
Salaries	16,725	
Sales		7,57,200
Outstanding Wages		6,000
Power and Fuel	4,050	
12% Loan to Rehana (1-10-22)	9,000	
Bad Debts	1,575	
Creditors		91,578
Capital		30,000
Drawings	13,356	

Provision for Doubtful Debts		15,600
Trade expenses accrued but unpaid		2,100
Cash in hand	30,000	
Opening Stock	80,175	
Postage and Telegram	12,678	
Furniture and Fittings	21,750	
Wages	69,411	
Bills Payable		11,850
	9,14,328	9,14,328

(a) Depreciate Furniture and Fittings by 5%.  
 (b) Make a provision for Doubtful Debts equal to 10% of Debtors.  
 (c) Salaries for the month of March amounted to ₹ 1,000 were unpaid which must be provided for.  
 (d) Stock on 31<sup>st</sup> March 2023 is ₹ 40,000 ( net realizable value ₹ 48,750).

**OR**

**B)**

(1) From the following information, calculate below mentioned ratios of Tejas Ltd. [7]  
 Operating Ratio (2) Quick Ratio (3) Debt to Equity Ratio (4) Proprietary Ratio.

Particulars	Amount (Rs.)
Net Revenue from Operations	3,00,000
Cost of Revenue from Operations	2,25,000
Operating Expenses	3,750
Inventory	5,000
Other Current Assets	50,000
Current Liabilities	18,750
Paid-up Share Capital	1,00,000
Statement of Profit and Loss (Dr.)	11,875
Total Debt	62,500

(2) From the following information of Ajay Ltd., prepare comparative statement of Profit and loss. [7]

Particulars	31 <sup>st</sup> March 2023 (Rs.)	31 <sup>st</sup> March 2022 (Rs.)
Revenue from Operations	6,00,000	5,00,000
Cost of Material consumed	3,40,000	3,00,000
Interest from investments	40,000	40,000
Employee benefit expenses	20,000	20,000
Tax Rate	50%	50%

<b>Q-5</b>	<b>A)</b> 1. State the meaning of Cash Flow Statement and objectives of preparing cash flow statement. 2. State the advantages and limitations of budgetary control system.	<b>14</b>
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