

IMBA (NEP) Semester-2 Examination

DSC-C-IMBA-122

Financial Accounting

Time : 2-00 Hours]

April-2024

[Max. Marks : 50

Q.1. Madhavpura head office sends goods to mendard branch at invoice price adding 25% on cost price, necessary information regarding branch are as under : **(10 Marks)**

balance as on	01-01-2023	31-12-2023
stock (invoice price)	45000	36000
petty cash	300	150
debtors	30000	42000
furniture	15000	13500

cash sent to branch by head office :

rent	5400
salaries and wages	18750
taxes	6000
advertisement	15000
petty cash	300

transactions during the year :

goods sent to the branch (invoice price)	360000
goods returned by branch (invoice price)	18000
Goods returned by customers	9000
total sales	474000
bad debt	3000
cash received from customers	150000

From the above information prepare: Branch account in the books of head office.

OR

Q.1. XYZ Traders of Bharuch has a independent branch at Vadodara. The Trail balance of the branch as on 31-12-2023 is as under: **(10 Marks)**

Debit Balance	Rs.	Credit Balance	Rs.
Debtors	15000	Head office Account	20000
Stock (1-1-2023)	6000	Creditors	9000
Purchases	40000	Sales	60000
Rent-taxes	5000	Commission	1000
Salary	8000		
Office Expenses	3000		
Bank Balance	3000		

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Fixed assets	10000	
	<u>90000</u>	<u>90000</u>

Adjustment:

1. Stock at branch on 31-12-2023 was Rs.8000.
2. The furniture account of the branch is maintained in the books of head office Rs.1000 is to written off as depreciation on the furniture of the branch.
3. Head office had sent goods worth Rs.5000 to the branch which is not received by head office up-to 31-12-2023.
4. The cash remittance of Rs.4000 by the head office on 28th December,2023 was received by the head office on 2nd January, 2024. From the above particulars Prepare Final Account of 2023 in the books of the branch.

Q.2. On 1st October, 2022 X and Y entered into joint venture sharing profit and losses in the ratio 2:1. They deposited Rs.200000 and Rs.100000 respectively into their joint Bank Account and decided that Joint Bank Account is to be used for purchase and sale, while joint Venture express should be paid by each partner out of their private funds. X is to be paid annual salary of Rs.20000 for general administrative and Y is to be paid commission at 10% on sales he affects.

X purchased goods worth Rs.200000 and paid for expenses Rs.10000. Y sold some of the goods for Rs.200000 and paid selling expenses Rs.4000. unsold goods worth Rs.68000 were taken over by X.

Accounts were settled on 31st march, 2023. Prepare joint venture account, Joint Bank Account and the Accounts of the Co-ventures. **(10 Marks)**

OR

Q.2. H and S entered into joint venture for check dam construction. For this purpose they opened a joint bank account, in which H deposited Rs.1000000 and S deposited Rs.1200000.

The contract price was Rs.4000000. of which 75% amount is payable in cash and remaining amount in Debenture.

The following expenses were paid from Bank:

Materials	1400000
Wages	600000
Map designs	200000
Legal fees	100000

Goods worth Rs.300000 provided by H personally. S worked as supervisor also, he will be paid 12% of contract price as extra remuneration.

On completion of the contract, H purchased remaining materials for Rs.100000.

Contract price received as per agreement, Debenture worth Rs.1000000 are sold in the market for Rs.1200000.

From the above information you are required to prepare-

(10 Marks)

1. Joint venture account
2. Capital account of partners

3. Joint bank account

Q.3. Anup Furniture Mart, Ahmedabad sent 40 steel cupboards costing Rs.4000 each on consignment to Pawar Bros. of Bombay. The consignees were to be allowed a commission of 5% on sales. They accepted a bill of Rs.90000 at 3 months, as an advance. The consignor discounted the bill immediately at 12% p.a.

Anup furniture mart paid Rs.7000 for freight and Rs.4000 for wages on sending the goods. Pawar Bros. paid Rs.10000 for custom duties, wages etc.

Pawar Bros. sent an account sales after 2 months stating sent after a month, it was stated that the reaming 5 cupboards were sold at Rs.5500 each. The consignee sent a bank draft for the balance after deducting their commission.

Prepare necessary account in the books of Consignor and in the books of consignee. **(10 Marks)**

OR

Q.3. Ayar & Co. of Madras cosigned 1000 radios at Rs.150 to Jashani Bros. of Bhavnagar. Ayar & Co. paid Rs.10000 for freight, Rs.1000 for wages and Rs.500 for insurance. 100 radios were destroyed by fire in transit and the insurance co. accepted a claim of Rs.6000 only. Jashani Bros. took delivery of the remaining radio and paid Rs.13500 for custom duties and other charges.

The consignee accepted a bill of Rs.50000 drawn by the consignor for 3 months. The consignee sent an account sale after two months stating that the has sold 800 radios at Rs.250. He had paid Rs.3000 for advertisement and other selling expanses. The consignee is entitled to a commission of 5% on gross sale proceeds.

Prepare consignment account in the books of the Consignor. **(10 Marks)**

Q.4. Rich Ltd. Purchased on 1st April, 2020 machinery costing Rs.142500 from Poor Ltd. on hire purchase system. The terms were as under:

- i. Rs.60000 to be paid on 1st April, 2020
- ii. Rs.30000 to be paid on 31st March, 2021
- iii. Rs.30000 to be paid on 31st March, 2022
- iv. Rs.30929 to be paid on 31st March, 2023

Poor Ltd. charges interest at 5% per annum. Depreciation at 20% on the original cost was to be written off.

Prepare:

1. Machinery account
2. Poor ltd account
3. Interest account.

(10 Marks)

OR

(P.T.O.)

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Q.4. Girish Co. Ltd purchased one machine Costing Rs.100000 from Shirish Co. Ltd. on 1-1-2021 on Hire Purchase Method. Girish Co.Ltd had paid following amounts towards the purchase of the machine: **(10 Marks)**

On 1-1-2021	10% of cash price
On 31-12-2021	Rs.44500
On 31-12-2022	Rs.32500
On 31-12-2023	Rs.21000

Instalment include interest at the rate of 5% per annum. Depreciation is to be charged at the rate of 10% as per Straight Line Method.

Prepare Machinery account, Shirish Co. Ltd account and Interest account in the books of Girish Co Ltd.

Q.5.Attempt any ten out of twelve (Each 1 Mark) (10 Marks)

- Which type of account is Branch Account?
 - Personal Account
 - Nominal Account
 - Real Account
 - None of the above
- For finding out the amount of sundry expenses paid by the branch, the following account should be prepared.
 - Debtors A/c
 - Creditors A/c
 - Petty Cash A/c
 - Computer A/c
- Branch's cash sale is Rs.25000 and credit sale is Rs.45000. if cash of Rs.50000 is received from debtors, then in the books of H.O., branch account will be credited with-
 - Rs.45000
 - Rs.70000
 - Rs.75000
 - Rs.50000
- The balance of Joint Venture Account indicates-
 - Amount payable to Co-venturer
 - Profit or Loss
 - Closing stock
 - Amount of balance to be carried forwards
- When unsold stock is taken away by a co-venturer, then account is debited:
 - Joint stock
 - Joint Venture
 - Joint Bank Account
 - Co-venturers Account
- Which of these is not a feature of a joint venture?
 - Continuing business
 - No firm name
 - Partners called co-venturer
 - Partnership for limited purpose
- The consignee is the?

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- A Agent
- B Buyer

- C Principal
- D Seller

8. Account sales is submitted by

- A Debtors to creditors
- B Principal to agent

- C Consignee to consignor
- D A and C

9. On the book of consignor, if the consignee has accepted a bill of exchanges should be debited

- A Consignment account
- B Bill receivable account

- C Bill payable account
- D Consignee's account

10. Under hire purchase system the amount of interest is charged to _____.account.

- A Assets
- B Purchaser

- C Profit and loss
- D Seller

11. Under hire purchase system, if instalment is not paid the hire vendor has right to _____.

- A Sell the goods
- B Repossession of goods

- C Repair the goods
- D Purchase the goods

12. The advance amount under hire purchase system is called_____.

- A Cash price
- B Retail price

- C Interest
- D Down payment

*****END OF PAPER*****

