

Day & Date	Part	Subject Name	Time	Code	Marks
Wednesday 04/04/2018	II Fresh Repeater	D.C. Accountancy	11.00 AM To 02.00 PM	4207	100

Instructions: 1) Question No. 1 is compulsory. (20 Marks)
2) Attempt any 5 questions from Q.No.2 to Q.No.8 (16 Marks each)

Q.1. From the following Trial Balance as on 31/03/2012 of X Ltd, and the adjustments given, prepare profit and loss a/c and Balance Sheet of the company: 20

Particulars	Debit (Rs)	Credit (Rs)
Called up Capital (6000 shares of Rs. 10/- each)		60,000
Security Premium		12,000
Capital Reserve		7,000
General Reserve		14,000
Stock on (1/4/2011)	40,000	
Purchases and sales	2,05,000	2,88,000
Returns Inward and Returns Outward	3,000	5,000
Profit and Loss (1/4/2011)		3,000
Plant and machinery	30,000	
Building	40,000	
Motor Van	20,000	
Debtors and Creditors	32600	20,000
Bank Interest (Paid and received)	1,200	200
Secured loan from bank		25,000
Bills payable		5,700
Cash at Canara Bank	8,000	
Cash in Hand	900	
Share Issue Expenses	6,000	
Manufacturing wages	18,000	
Gas and fuel	12,000	
Directors fee's	2,000	
Auditors fee's	1,200	
Administrative expenses	6,000	
Salaries	10,000	
Insurance	1,500	
Maintenance of Motor Van	2,500	
	4,39,900	4,39,900

The Following are the adjustments:

- a) Stock on 31/03/2012 was valued at Rs. 45000/-
- b) Prepaid Insurance was Rs.500/-
- c) Accrued Interest on Bank Loan was Rs. 300/-.
- d) Share Issue Expenses are to be written off 1/3 every year.
- e) Provide Rs. 1000/- for Bad Debts on Debtors.
- f) Depreciate Building at 5%, Plant and Machinery at 10% and Motor van at 15% p.a.
- g) Provide Rs. 13000 for Total Taxation.
- h) Directors have Proposed a Dividend of Rs. 6000/-
- i) Telephone Expenses Rs. 4000/- are estimated to have accrued in March 2012 but the bill is not yet received

Q.2. From the following Trial Balance of Sam Ltd, as on 31/03/2016, prepare Vertical Final Accounts.

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	Debit (Rs.)	Credit (Rs.)
Opening Stock of Raw Materials	1,50,000	
Land and Building	9,00,000	
Equity share capital		5,00,000
Sales		14,00,000
Bank Loan		4,50,000
Plant and Machinery	2,50,000	
Furniture	99,000	
Purchases	7,50,000	
Debtors	1,20,000	
Bills receivable	1,40,000	
Salaries	1,50,000	
Insurance	1,27,000	
Wages	1,20,000	
Rent	24,000	
8% Debentures		4,00,000
Interest received		34,000
Share transfer fee received		12,000
Cash	1,15,000	
General reserve		25,000
Bank	45,000	
Profit and loss A/c		1,46,000
Interest on Debentures	32,000	
Bills payable		25,000
Interest on Bank Loan	10,000	
Creditors		40,000
	<u>30,32,000</u>	<u>30,32,000</u>

Adjustment: Closing Stock Rs. 2,10,000/-

Q.3. Mr. Prakash carries on a trading activity and keeps his books on single entry basis. Following information is available.

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Particulars	01.4.2014	31.3.2015
Furniture	25,000	25,000
Stock	30,000	35,000
Debtors	10,000	12,000
Creditors	13,000	15,000
Cash and Bank	10,000	15,000

Following Cash Transactions took place during the year ended on 31/3/2015.

Receipts	Rs.	Payment	Rs.
Cash sales	20,000	Cash Purchases	10,000
Received from Debtors	50,000	Paid to Creditors	30,000
		Wages	7,000
		Drawings	10,000
	-	General Expenses	8,000

Prepare Profit and Loss A/c for the year ended 31/3/2015 and after charging depreciation on Furniture @ 15% and Balance Sheet as on 31/3/2015.

Q.4. Balance Sheet of X Ltd as on 31.3.2015:

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Liabilities	Rs.	Assets	Rs.
Equity shares of Rs.10 each Rs. 8/- per share called up.	1,60,000	Land and Building	2,00,000
Less- Calls unpaid (Rs. 2/- on 300 shares)	600	Plant	2,60,000
8% Redeemable Preference shares of Rs.100 each fully paid	1,50,000	Investment	75,000
Reserve Fund	2,50,000	Debtors	1,15,000
Securities Premium	40,000	Stock	1,20,000
Profit and loss account	2,00,000	Bank	80,000
Creditors	50,600		
	8,50,000		8,50,000

The Following are the adjustments:

- Realize the Investments at Rs. 1,00,000.
- Forfeit the shares on which calls remain unpaid.
- Reissue the forfeited shares at Rs. 7/- each credited as Rs. 8/- per share called up.
- Issue 1000, 8% Debentures of Rs. 100/- each at a premium of 10%.

- e) Utilize the profits to make partly paid equity shares into fully paid by declaring bonus.
- f) Redeem preference shares at a premium of 10%
- g) All the above were implemented on 1/04/2015. You are required to pass necessary journal entries and prepare a Balance Sheet after completion of the above transactions.

Q.5. A Ltd. was incorporated on 1st October, 2014. The company agreed to take over business of Y Ltd as going concern, effective from 1st April, 2014: **16**

P/L A/c for the year ended 31st March, 2015

	RS.		RS.
To Opening Stock	150,000	By Sales (upto 30/09/2014 – Rs. 1,50,000)	3,00,000
To Purchases	2,00,000	By Closing Stock	2,50,000
To Gross Profit	2,00,000		
	5,50,000		5,50,000
To Administration expenses	30,000	By Gross Profit b/d	2,00,000
To Directors Fees	5,000	By Profit on sale of Investment	1,00,000
To Audit Fees	15,000		
To Advertisement Expenses	25,000		
To Preliminary expenses	15,000		
To Debenture Interest	5,000		
To Bad Debts	5,000		
To Sales Commission	2,000		
To Rent	6,000		
To Salaries	2,000		
To Net Profit	1,90,000		
	3,00,000		3,00,000

Additional Information:-

- i) Investments were sold in November 2014.
- ii) Bad Debts are pertaining to sales of Last Year

Prepare a statement showing the profit earned prior to & after incorporation.

Q.6. Read the following Account In the Books of Seeta**16****Geeta's A/C**

Date	Particulars	Rs.	Date	Particulars	Rs.
2016			2016		
April 4	To Bills Payable	10,000	April 1	By Bal b/d	10,000
24	To Bank	19,000	6	By Purchases	20,000
24	To Discount Received	1,000	28	By Purchases	15,000
30	To Purchase Return	5,000			
May			May		
06	To Bank	10,000	11	By Purchases	7,500
12	To Bank	7,000	16	By Bills Payable	10,000
12	To Discount Received	500	31	By Purchases	18,000
21	To Bank	10,000			
31	To Bal c/d	18,000			
		80,500			80,500

Q.7. Sony Ltd. Issued 20,000 Equity Shares of Rs. 10/- each, payable Rs. 2 on Application, Rs. 3 on Allotment, and balance on Final Call. The Applications were received for 25000 shares, the allotment was made on Pro-rata basis for all the share holders. All the money were duly received except for final call on 250 shares allotted to Mr. Raju. These shares were forfeited reissued to Ms. Rani @ Rs. 6/- per share. Pass necessary Journal Entries in the books of Sony Ltd.

16**Q.8. Write short notes (any four)****16**

- 1) Features of Single Entry System
- 2) Capital Redemption Reserve
- 3) Types of Shares
- 4) Current Assets
- 5) Provisions for Reading Ledger Account
- 6) Operating Expenses