

Day & Date	Semester	Subject Name	Time	Code	Marks
Friday 20/04/2018	I (Fresh/ Repeater)	Basics Finance & Accounts	11:00 AM To 02:00 PM	100005	100

Instructions: 1) Q. No. 1 is Compulsory

2) Attempt any three Questions from Q No. 2 to Q No. 5

- Q.1** Shri. Sanjay started his business with cash Rs. 35,000 and Furniture of Rs. 5,000 on 1st April, 2016. **25**

April 4	Paid cash into bank Rs. 10,000
April 6	Purchased furniture and issued a cheque of Rs. 4,000
April 8	Credit purchase from Ketan Rs. 20,000 less 5% Trade discount
April 14	Returned goods to Ketan Rs. 400
April 19	Cash sales Rs. 10,000
April 27	Credit sales to Nathan Rs. 4,000
April 28	Paid for salaries Rs. 2,000 and paid rent Rs. 500
April 29	Nathan returned goods of Rs. 200
April 30	Distribute goods of Rs 4,000 as free sample and Sanjay used goods Rs. 1,000 for personal used.

Journalize the above transactions, post in ledges and prepare trial balance.

- Q.2** From the following trail balance, prepare Trading and Profit and loss Account for the year ending 31st December 2016 and balance sheet as on that date in the books of Yami & Co. **15**
Trial balance as on 31st December, 2016.

Particulars	Rs	Particulars	Rs
Drawings	86,000	Capital	2,00,000
Stock (1-1-2016)	75,000	Sales	1,62,350
Bills receivable	15,000	Returns	3,000
Purchases	50,000	Creditors	15,000
Returns	2,000	Commission received	2,000
Salaries	12,000	Interest received	3,000
Insurance	3,500	Discount received	3,000
Carriage Inwards	1,500	Bills payable	12,000
Carriage outwards	850		
Debtors	68,000		
Commission paid	3,000		
Interest paid	4,500		
Discount allowed	3,500		
Printing & stationery	2,500		
Trade Expenses	1,500		

Furniture & fixtures	11,000		
Cash in hand	46,000		
Cash at bank	12,000		
Rent & taxes	2,500		
	4,00,350		4,00,350

Additional Information:

1) Closing stock was valued at Rs. 1,05,000/-

2) Furniture valued at Rs. 10,000/-

3) Outstanding expenses:

Salaries at Rs. 1,200/-

Rent & taxes Rs 600/-

4) Prepaid Insurance is Rs. 650/-

- Q.3**
- a) Sun Ltd. issued Rs.12.5% bonds of Rs. 100 each issued at 10% premium redeemable after 6 years at par. Corporate Tax is 30% compute Cost of debt. **08**
- b) Chandrama Ltd. has issued 14% preference shares of Rs 100 each issued at par and redeemable after 10 year at par compute cost of debt. **08**
- c) The expected rate of return on company's equity share is 15% the risk free return on Railway bond is 9.5% beta factor is 1.65 compute cost of equity **09**
- Q.4**
- a) Explain computation weighted average cost of capital with help of suitable example. **15**
- b) Explain various steps in Activity based costing. **10**
- Q.5** **Write short notes on any two** **25**
- a) Merits and demerits of activity based costing
- b) Types of cost
- c) Accounting conventions