

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

**BCom DEGREE EXAMINATION MAY 2018
(Second Semester)**

Branch - COMMERCE (COST AND MANAGEMENT ACCOUNTING)

FINANCIAL ACCOUNTING -II

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10x2 = 20)

- 1 Write a note on consignment.
- 2 What is non-recurring expenses?
- 3 What is royalty?
- 4 Who is lessor?
- 5 Define Bill of exchange.
- 6 Write the classifications of Bills.
- 7 Define Cash Price.
- 8 What is Down payment?
- 9 What are the types of Branches?
- 10 Give any two features of dependeur

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a Manufactures Ltd of Bombay scr.d> regular consignment of nyalon yarn to Vyapuri & Co. of Kanpur, who are agents for selling the cloth at the risk of the consignment.
Record the following transactions in the ledger account.
Manufacturing Ltd showing the profit on the Kanpur consignment and the balance due from Vyapuri & Co. after allowing them commission @ 2% on gross sales.

Cost of yarn consigned	Ray
2,56,000 kg 75 paise per kg	1,92,000
Yam sold 2,00,000 kg Re 1 per kg	2,00,00tP
Remittance by the agents	1,55,000
Railway freight paid by the agents	7,680

OR

- b Distinguish between consignment and joint venture.
- 12 a Bengal Coal Ltd leased a colliery on L January 2005 at a minimum rent of Rs. 15,000 merging into a royalty of Re 1 per ton with a stipulation to recoup short workings over the first three years of the lease. The output for the first four years of the lease was 8, 000, 13,000, 21,000 & 18,000 tonnes respectively. Prepare the Analytical table.

OR

- b A company leased a colliery on 1st January 2005, at a minimum rent of Rs. 20,000 merging into a royalty of Rs. 1.50 per ton with power to recoup short workings over the first three years of the lease. The output of the colliery for the first four years was 9,000 tonnes, 12,000 tonnes, 16,000 tonnes and 20,000 tonnes respectively, pass the journal entries in the books of a company.
- 13 a A bill of Rs. 4,500 is drawn by Ram on Shyam and accepted by the letter payable at the Central bank of India. Sho what entries would be passed in the books of Ram if they returned the bill till the due date and then realised it on maturity.

OR

- b What are the characteristics of bill of exchange?

Cont...

Down payment	5,000
At the end of I year	7,000
At the end of II year	6,500
At the end of III year	6,000
At the end of IV year	5,500

Interest is charges on the cash value at 10% per annum price.

OR

A firm purchase a macho'cry on 1-7-2015 on hire purcha- paid Rs. 10,000 on down payment and agreed to pa; instalments of Rs. S.200. ".440 and 6,300. The first insial the vendor charged hate rest at 10% p.a. Calculate cash pri.

From the following particulars prepare a branch acceow loss at the branch. ■

' Opening stoch fire •'-anch
 i Goods sent to t:V: w.cr.h
 f-S-ales 3'
 < Jfalarie-
 Other expense-

Closing stock could w • be ascertained but it is ktt
 sells at cost plus d m.e branch manager is entitlec t
 the profit of bra neb. w-t w charging such commiss. r

L shoe comparp. . re . r b r a n c h at Madras cm 1 - -
 particulars, prep.:re MJtp Branch Account : _____

: Comm -cot x 'd-dr.ts Branch _____
 l Cash sen: .: it r.r. .It f r
 ; Rent
 ! saiarx
 i _____ -Other expenses

Casii rem:we fi at t.te oranch

Stock on 31st December

Petiv Ca-n ;; it a- . : 3;December

SEC TION - C (30 Marks)

A : t e r a n y THREE Questions
 ALL hwwtmns Carry EQUAL V.w

Raman ol Mamas, cm •.signed goods to the \,-, -d.
 Rantesh Banarj• of Cal cotta. Raman incurred R
 consignment. Baiter: l was allowed Rs. 500 :
 commission on gross at ues a;td 3% delcrederc era
 amount of Rs. LOOP as lending charges.

The faults or the goods were sold at a p:... -
 on sales. Half of the balance of goods were report-.d d.--
 ledged. The insurance company admitted the claim a :
 necessary ledger a c in the books of consignee.

Maniram Collieries Ltd. on 1-1-2015, leased a piece of
 minimum rent of Rs. 2,600 in the first year, Rs. 4,000
 thereafter Rs. 6,000. per annum, merging into a royalty
 with power to recoup short workings over the first three ye

The figures of annual output for the four year to 31st [3
 Rs. 1,000, 10,000, 18,000 and 20,000 tonnes respecti
 account.

18 K having accepted a bill for 5 . is .marie :o meet the same. Before the due date he requests L to received Rs. 31i or . ,.7r and to draw on him a new bill for Rs. 200 for a further period of 7 or. nr:r- and cancel the old bill. L agrees to his proposal. Pass journal entry ;n the :: 7-.s o: both parties.

19 X Ltd purchased a machine;.: : o roc -arcbase system from Y ltd. The terms are that X ltd would pay Rs 1 i. 7 I a: . . o : :r signing of the agreement and 4 annual instalments of Rs. i 1 n 7 cm in :. or or co :org from the beginning of the next year. X Ltd charges degree ..: :: 1' r a on cost under diminishing balance system. Y Ltd charges intcron 3 re: annum in their hire purchase contract. Prepare machinery a/c. Y ire r. . : ' cars in the books ofX Ltd.

20 The following information one - _n. _ii:s relate to New Delhi branch for the year 2015-2016 :

		31-3-90
		Rs.
Stock	5 : .100 :	75,000
Debtors	" ;. '70 ;	95,000
Petty cash	150 j	120

- i) Goods costing Rs. 5.5 7 r:e sold by the branch at 25% on cost. Cash sales amounted to Rs '■0 at the rest credit sales.
- ii) Branch spent Rs. 30,003 ::: Rs. 22,000 for rent and
- iii) Rs. 8,000 for petty expense; a., expenses were remitted by the Head Office).
- iv) Branch received all goods :: n 73 O. You are required to show the New Delhi branch account in tire : -n 7 > 1. O.

Z-Z-Z

END