

1 X f.y. BMS. Fin & Cost Feb-2007

Time : 2 hrs.

**CODE - AZOIC**

Marks : 60

**Note :- All questions are compulsory with internal options.  
All questions carry equal marks.**

- Q.1** Pass journal entries for the following transactions in the books of Mukesh  
2006 Sept. 1. Sold personal car and deposited cash received Rs. 40,000.
3. Paid insurance premium Rs. 500
  5. Purchased shares of XYZ Ltd. worth Rs. 20000 and paid for brokerage Rs.100.
  6. Sold goods worth Rs. 9000 less 10% trade discount to Rakesh.
  10. Purchased goods worth Rs. 5000 for cash on which Mukesh received 5% discount.
  15. Shares purchased on September 5, 2004 are sold for Rs. 24000.
  20. Ram's balance payable Rs. 1000 was settled by sending him goods worth Rs. 900.
  23. Purchased a machinery for factory worth Rs. 15000 and paid Rs. 1000 as carriage.
  26. Paid salary for September Rs.2000
  30. Old typewrite worth Rs. 500 is stolen.

**OR**

- Q.1** Record the following transactions. Post them into ledger and balance the Accounts.  
2006 April 1. Ram commenced business with cash Rs. 50000
2. Paid into bank Rs.38000.
  3. Bought goods for cash Rs. 5000.
  4. Bought furniture for office use Rs.4000.
  10. Drew from bank cash for office use Rs.10000.
  13. Goods sold to Gopal Rs. 6000.
  15. Bought Goods Rs. 4100.
  18. Paid trade expenses Rs. 1000
  20. Received cash from Gopal Rs. 5500 in full settlement.

- Q.2** The balance as per Cash book of Rajesh on 31.12.2004 is Rs.10815. This balance does not tally with the balance show by this pass book. On comparison of pass book and cash book, the following causes of difference are available. Prepare bank reconciliation statement .
1. Cheques received from customer and deposited in the bank but not credited in pass book Rs. 1000.
  2. Bank has credited interest on investment Rs. 750.
  3. Creditors given cheques for payment of which the one creditor has not presented to bank Rs. 2100.
  4. One debtor deposited Rs. 750 in Rajesh's bank account directly.
  5. Bank has credited Rs. 250 for interest and debited Rs. 150 for bank charges.
  6. A cheque deposited amounting Rs. 1000 is dishonoured. Bank has Bank charges Rs. 15.

**OR**

**Q.2** On 31.12.2004 the cash book of book of Shri. Shukla showed a credit balance of Rs. 9050. Prepare the bank reconciliation statement as on that date from the following particulars :

1. Cheques amounting Rs. 5000 were paid into bank. Of these, cheque amounting Rs. 4200 were cleared and credited by bank in the passbook.
2. Cheques amounting Rs. 6000 were draw, of which cheque of Rs. 5400 was not presented for payment.
3. The bank has collected interest of Rs. 1200 on investments.
4. A customer has paid Rs. 850 directly into the bank account.
5. Bank had charged interest of Rs. 230 and bank charges Rs. 70.

**Q.3** The following is the Trail Balance of Mr. Amar as on 31<sup>st</sup> March, 2006.

Particulars	Debit (Rs.)	Credit (Rs.)
Cash on Hand	5400	
Cash at Bank	26300	
Purchases	406750	
Sales		987800
Returns Inward	6800	
Returns Outward		5000
Wages	84800	
Fuel and Power	47300	
Carriage outward	32000	
Carriage inward	20400	
Opening Stock	57600	
Premises	320000	
Land	100000	
Machinery	200000	
Patents	75000	
Salaries	150000	
Sundry Expenses	30000	
Insurance	6000	
Drawings	52450	
Capital		710000
Debtors and Creditors	145000	63000
	<b>1765800</b>	<b>1765800</b>

Taking into consideration following adjustments, prepare final accounts.

1. Closing stock as on 31<sup>st</sup> March, 2006 Rs. 68000.
2. Depreciation on Machinery and Patents by 10% & 20% respectively.
3. Salaries Due for the month of March Rs. 1500.
4. Insurance prepaid is Rs. 200.
5. Reserve 5% for doubtful debts.

**OR**

Q.3 From the following Trial Balance of Mr. Ram as on 31<sup>st</sup> March, 2006. Prepare final accounts for the year, after making following adjustments :

1. Depreciation @5% on Plant & Machinery and 10% on Furniture.
2. Reserve for Bad Debts @ 2.5% on Debtors.
3. Insurance unexpired on 31<sup>st</sup> March Rs. 70.
4. Outstanding wages Rs. 800 and Salaries Rs. 350.
5. Closing Stock was Rs. 16580.

Particulars	Dr. (Rs.)	Particulars	Cr. (Rs.)
Plant and Machinery	55000	Capital	93230
Furniture	1720	Sales	126177
Fuel	542	Creditors	22680
Salaries	3745	Purchase Returns	3172
Lighting	392	Bills Payable	6572
Travelling	925		
Carriage on Sales	960		
Cash at Bank	2245		
Cash in Hand	68		
Debtors	47800		
Purchases	83290		
Wages	9915		
Rent & Taxes	1915		
Office Expenses	2778		
Carriage on Purchases	897		
Discount	422		
Drawings	6820		
Stock	21725		
Manufacturing Expenses	2680		
Sales Returns	7422		
Insurance	570		

- Q.4 Prepare unit sheet from the following
- |  |           |
|--|-----------|
| Selling price per unit                 | Rs. 5     |
| Raw Material                           | Rs. 50000 |
| Wages                                  | Rs. 5500  |
| Machine Overheads                      | Rs. 1000  |
| Salaries                               | Rs. 5000  |
| Rent (3/4 <sup>th</sup> Office)        | Rs. 1200  |
| Selling expenses                       | Rs. 4500  |
| Unit produced 2000 and units sold 1500 |           |

OR

Q.4 Answer any three :

- a) What is an account? How are the ledger accounts classified?
- b) Give five examples of each type of account.
- c) Distinguish between Personal account and Real Account
- d) What are the Advantages of Subsidiary Books?

