

TIME : 2 hrs

IJ3ABF

MARKS :50

- N.B. :**
1. Q. 1 carries 14 Marks and the remaining questions carry 12 marks each.
  2. Q. 1 and Q.2 are compulsory.
  3. Q.3 has internal option, carrying 12 marks.
  4. Q.4 also has internal option carrying 12 marks.
  5. In all four questions as indicated above are to be attempted.

**Q.1** Following is the Trading Account and Profit and Loss Account of M/s Super Music Departmental Store having Two Departments, Dept - CD and Dept - VCD, for the year ended 31st March, 2009.

**Trading Profit & Loss Account.**

Particulars	Rs.	Particulars	Rs.
To Opening Stock (Dept - CD Rs. 45000) (Dept - VCD Rs. 85000)	1,30,000	By Sales	12,00,000
To Purchases	7,50,000	By Closing Stock (Dept - CD 40,000) (Dept - VCD 75,000)	1,15,000
To Carriage inwards	12,000		
To Gross profit	4,23,000		
	<u>13,15,000</u>		<u>13,15,000</u>
To Salaries	70,000	By Gross Profit	4,23,000
To Rent and Taxes	20,000		
To Discount Allowed	12,000		
To Advertisement	18,000	By Discount received	000
To Depreciation	15,000		
To Carriage outwards	9,000		
To Delivery Exp	6,000		
To Salesman Commission	2,000		
To Office Expenses	25,000		
To Net Profit	2,45,000		
	<u>4,32,000</u>		

**Additional Information**

1. Purchases of Two Department CD & VCD was at the Rate
  2. Sales of Dept - VCD was Twice than that of Dept - CD
  3. Area occupied by Dept -CD 200 sq. m. Dept - VCD 100 sq. m.
  4. Depreciation & Office expenses to be allocated equally among Two Departments
  5. No. of Employees in Dept -CD is 10 & Dept -VCD is 20
  6. All Other Expenses and income to be allocated in appropriate manner
- You are required to prepare Columnar Trading and Profit and Loss Account for the year ended 31st March, 2009.

**Q.2 Objective**

State whether following statements are TRUE or FALSE.

(Reasons need not be given)

1. Input is processed by the CPU of the Computer.
2. If gross profit appears in Trial Balance then closing stock will also appear in the Trial Balance.
3. Single Entry System is adopted by a small sole trader or firm.
4. In Departmental Accounts advertisement Expenses should be allocated on sale Basis among Departments.
5. Stock valuation is done at cost or at market price whichever is less.
6. Stores Ledger shows details of purchases, issues and balance of stock.
7. Trial Balance will not tally if there is an error of omission.
8. Cash Book also shows Transaction of credit purchase of goods.
9. Credit purchase of goods are ascertained from Debtors Accounts.
10. Drawing is added to Capital Account in the Balance Sheet.
11. Prepaid Expenses will appear in Trial Balance on Credit side.
12. Departmental final Account shows profitability of only one Department.

**Q.3** The following transactions related to purchases and issues of material "Z" during October 2009.

Date	Particulars	Qty.	Rate (PU)
1st Oct. 2009	Opening Stock	200 units @	Rs. 25 P.U
4 Oct. 2009	Purchases	200 units @	Rs. 24
5 Oct. 2009	Issue	250 units	
10th Oct. 2009	Purchases	150 units	Rs 25
12th Oct. 2009	Issue	200 units	
18th Oct. 2009	Purchases	100 units	Rs 24
22nd Oct. 2009	Purchases	100 units	Rs 25
31st Oct. 2009	Issue	250 units	

Prepare the Store Ledger Account by adopting FIFO (First In First Out) method of charging material issue.

**OR**

**Q.3** Mr. Careless does not maintain proper Books of Accounts. From the following information you are required to prepared Trading P&L Account for year ended 31st March 2009 and Balancesheet as on that date

1) <u>Assets &amp; Liabilities</u>	<u>On 31/3/2008</u>	<u>On 31/3/2009</u>
Debtors	9000	2500
Stock	4900	6600
Furniture	500	750
Creditors	3000	2250

## 2) Analysis of other Transactions as under :

	Rs.
Cash Collected from Debtors	30,400
Cash paid to creditors	22,000
Salary paid	6,000
Rent paid	750
Office Exp. paid	900
Drawings	1,500
Fresh Capital Introduced	1,000
Cash sales	750
Cash Purchases	2,500
Discount Received from Creditors	350
Discount Allowed to Debtors	150
Sales Return	500
Purchase Return	400
Bad debts W/o	100
Opening Cash Balance was	2,500
Depreciation to be provided on furniture	150

**Q.4** M/s Swastik Enterprises gives following Ledger Balances. You are required to prepare a Trial Balance for year ended 31st March 2009 and also prepare Profit and Loss Account and Balance Sheet as on that date.

Particulars	Rs.
Machinery	17,600
Capital	21,500
Outstanding Expenses	2,500
Furniture	5,400
Repairs	500
Closing Stock	500
Sundry Debtors	8,000
Sundry Creditors	3,500
Bad debts	500
Bank	1,500
Cash	2,000
Bill Receivable	2,000
Gross Profit	35,000
Rent	4,000
Salary	3,200
Bill Payable	2,000
Carriage Outward	3,500
Sundry Expenses	2,800
Prepaid Expenses	500
Drawing	5,500

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**Q.4 Write short notes on : [ANY THREE]**

- a. Weighted Average Method of stock valuation
- b. Tally Accounting package
- c. Inter Departmental Transfer of goods
- d. Distinction between Single and Double Entry System
- e. Trial Balance.

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