



# WEST BENGAL STATE UNIVERSITY

B.Com. Honours 1st Semester Examination, 2019

## FACACOR01T-B.Com. (CC1)

### FINANCIAL ACCOUNTING-I

Time Allotted: 2 Hours

Full Marks: 50

*The figures in the margin indicate full marks.  
Candidates should answer in their own words and adhere to the word limit as practicable.  
All symbols are of usual significance.*

#### GROUP-A

Answer any two questions from the following

10×2 = 20

1. On 1<sup>st</sup> January, 2017, X Ltd. purchased 5 machines each costing Rs. 1,50,000. A sum of Rs. 7,500 was spent on installation charges. On 1<sup>st</sup> July, 2018, one of the machines was sold for Rs. 1,35,000 and was replaced by another machine at a total cost of Rs. 1,20,000. The firm closes its books on 31<sup>st</sup> December each year. It charges depreciation at 15% p.a. on fixed installment method. Prepare Machinery A/c for the year 2017 and 2018 showing working clearly.

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2. (a) What is consignment?  
(b) What is Account Sales?  
(c) What is del credere commission?  
(d) What is Proforma Invoice Price?  
(e) How will you deal with abnormal loss in consignment?

2×5 = 10

3. On 01.01.2018 there was a fire in the godown of M/s. ABC & Co. destroying a part of stock. The company furnishes the following information:

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Stock on 01.04.2016	Rs. 56,000;
Purchases during 2016-2017	Rs. 3,80,000;
Sales during 2016-2017	Rs. 5,00,000;
Stock on 31.03.2017	Rs. 30,000;
Purchases from 01.04.2017 to 01.01.2018	Rs. 2,00,000;
Sales from 01.04.2017 to 01.01.2018	Rs. 2,00,000;

Stock on 31.03.2017 includes abnormal items costing Rs. 15,000 which was written down by Rs. 6,000. Two-third of the abnormal items were sold on 30.06.2017 at a loss of Rs. 5,000. This amount is included in sales during the relevant period. Balance of the abnormal items were valued at cost. Value of goods salvaged Rs. 7,000 and policy value was Rs. 50,000.

Compute the insurance claim to be made by M/s. ABC & Co.

#### GROUP-B

Answer any two questions from the following

15×2 = 30

4. From the following Trial Balance of Sri S. Karmakar, prepare a Trading and Profit & Loss accounting for the year ended 31<sup>st</sup> December, 2018 and a Balance Sheet as on that date after making the necessary adjustments:

4+6+5=15

Dr.	Rs.	Cr.	Rs.
S. Debtors	2,000	S. Creditors	1,400
Drawings	420	Capital	2,500
Stock 01.01.2018	1,200	Sales	7,302

Purchase	6,200	Bank	290
Sales Returns	60	Bad debts Provisions	210
Wages	900		
General Expenses	350		
Fixture and Equipment	400		
Bad debt	172		
	<b>11,702</b>		<b>11,702</b>

Adjustments:

- (i) Closing Stock Rs. 1,470.
  - (ii) Provide 20% on Debtors for Bad Debts.
  - (iii) Included in sales is Rs. 50, being sale of fixtures on 01.07.2018.
  - (iv) General Expenses accrued Rs. 25.
  - (v) Included in Purchases is a new typewriter, Rs. 1,800 bought on 31<sup>st</sup> December, 2018.
  - (vi) Depreciation on fixture @ 10% p.a.
5. From the following particulars prepare purchases and sales ledger adjustment accounts as would appear in the nominal ledger of a concern where self-balancing ledgers are kept.

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<b>January 1, 2018</b>	<b>Rs.</b>
Balances on purchases ledger (Dr.)	174
Balances on purchases ledger (Cr.)	2,388
Balances on sales ledger (Dr.)	2,924
Balances on sales ledger (Cr.)	48
<b>December 31, 2018</b>	
Purchases	13,036
Purchases returns	512
Cash paid to creditors	11,686
Discount received from creditors	336
Sales	17,442
Sales returns	234
Cash received from debtors	15,248
Discount allowed to debtors	564
Discount allowed to debtors but later on disallowed	36
Bills payable	450
Bills receivable	824
Payments to clear credit balances on sales ledger accounts	20
Transfer from purchases ledger to sales ledger	152
Purchases ledger balances (Dr.)	154
Sales ledger balances (Cr.)	84

6. (a) Pass Rectification Entries in the books of Mr. X assuming the errors were detected after the preparation of Trial Balance. 2×5=10
- (i) Goods sold to Ram for Rs. 1,000 recorded as goods purchased from Ram.
  - (ii) Sales Day Book overcast by Rs. 2,000.
  - (iii) Rent paid to Landlord for Rs. 2,500 debited to Landlord A/c by Rs. 3,000.
  - (iv) Installation charges for Rs. 1,000 debited to wages A/c.
  - (v) Discount received from a creditor was credited to the Personal account of the creditor Rs. 300.
- (b) (i) What is Journal Proper? What is the necessity of maintaining a Journal Proper?  $2\frac{1}{2} \times 2 = 5$
- (ii) What is adjustment entry? What is closing entry?

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