



WEST BENGAL STATE UNIVERSITY
B.Com. Programme 1st Semester Examination, 2020, held in 2021

FACGCOR01T-B.Com. (DSC1)

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.*

*প্রান্তিক সীমার মধ্যস্থ সংখ্যাটি পূর্ণমান নির্দেশ করে।
পরীক্ষার্থীরা নিজের ভাষায় যথা সম্ভব শব্দসীমার মধ্যে
উত্তর করিবে।*

All symbols are of usual significance.

GROUP-A

Answer any two questions

10×2 = 20

যে-কোনো দুটি প্রশ্নের উত্তর দাও

1. The book value of Plant and Machinery of a firm shows ₹5,00,000 on 01.01.2018. One of the machinery which was purchased on 01.01.2017 at ₹50,000 is sold for ₹20,000 on 30.06.2018. In place of this machine, another new machine was purchased at ₹1,00,000 on 30.09.2018. Show the Plant and Machinery Account in the books of the firm for the year ending on 31.12.2018, charging depreciation @ 10% p.a. on diminishing balance method. (Year ending date 31st December). 10
2. What do you mean by Cash Basis and Accrual basis of accounting? Explain the Entity Concept of business. What do you mean by Going Concern Concept? 4+3+3
নগদভিত্তিক ও পাওনাভিত্তিক হিসাব-নিকাশ বলতে কি বোঝো? কারবারের সত্তা ধারণাটি ব্যাখ্যা করো। চলমান প্রতিষ্ঠান ধারণা বলতে কি বোঝো?
3. From the following particulars for the years ended on 31st March, 2019, prepare Sales Ledger Adjustment Account in the General Ledger: 10

	₹
Sales (including cash sales ₹6,000)	50,000
Cash received from customers	20,000
Bills receivable received	5,000
Bills endorsed	2,000
Bills dishonored	600
Returns from customers	700
Bills receivable as endorsed dishonored	500
Cheque dishonored	400
Bills receivable discounted	800
Bad debt written off	200
Bad debts previously written off now recovered	250
Sundry charges debited to customers	100
Interest on customers overdue accounts	450
Cash discount allowed	1500
Transferred from bought Ledger	700

Sales Ledger Balances as on 01.04.2018 ₹27,000; Provision for Doubtful debts ₹3,000.

4. There was an error in the Trial balance of a company and the difference was carried to Suspense account. Pass the necessary journal entries to correct them: 10
- (i) ₹500 received from MR. A was posted to the debit of his account.
(ii) ₹200 being purchase return were posted to the debit of purchase account.
(iii) ₹600 paid for repairs was debited to Motor car account.
(iv) ₹400 paid to B was debited to A's account.
5. What do you mean by Revenue? Discuss the criteria applied in Financial Accounting to recognize the time of emergence of revenue. 10
- রেভিনিউ বলতে কি বোঝো? রেভিনিউ উদ্ভবে সময়কাল চিহ্নিত করতে আর্থিক হিসাব ব্যবস্থায় যে নীতি গ্রহণ করা হয় তা আলোচনা করো।
6. Value of stock-in-trade on 01.01.19 ₹60,000 2+8
Purchases of goods during the year 2019 ₹2,50,000
Sales made during the year 2019 ₹3,70,000
Market price of stock-in-trade on 31.12.19 ₹55,000
Gross profit earned on sales $33\frac{1}{3}\%$
Determine the value of stock of goods on 31.12.19.

GROUP-B**Answer any two questions**

15×2 = 30

যে-কোনো দুটি প্রশ্নের উত্তর দাও

7. What is Accounting Standard? What are the advantages of Accounting Standard? Discuss the procedure for issuing Accounting Standard.
হিসাব-নিকাশ মান বলতে কি বোঝো? হিসাব-নিকাশ মান-এর সুবিধাগুলি কি কি? হিসাব-নিকাশ মান প্রকাশের পদ্ধতিগুলি আলোচনা করো।
8. Following is the Trial Balance of Shree Traders as on 31.03.2019:

Debit Balances	₹	Credit Balances	₹
Debtors	15,000	Capital	44,000
Bills Receivable	5,800	Creditors	10,000
Furniture	3,000	Bills Payable	6,400
Machineries	20,000	Wages Outstanding	500
Salaries	4,000	Reserve for Doubtful Debts	1,000
Electricity	1,200	Gross Profit	10,000
Rent	2,000		
Advertisement	1,600		
Closing Stock	3,000		
Investment at 12% Interest	12,000		
Bank	4,300		
	71,900		71,900

Prepare a Profit and Loss Account for the year ending on 31.03.2019 and a Balance Sheet as on that date considering the following adjustments:

- (i) Rent is prepaid for ₹200.
- (ii) Create a Provision for Doubtful Debts @5% on Sundry Debtor.
- (iii) Depreciate Machinery @10% p.a. and Furniture at 20% p.a.
- (iv) 3/4th of the Advertisement Expense is to be carried forward.

9. On 1st April, 2018, Bihan of Kolkata sent 200 packets of Apples to Anupriya of Delhi to be sold on consignment basis. The cost price of each packet was ₹1,000. Bihan incurred ₹1,200 for freight and ₹800 for insurance premium. On 31st March, 2019, Bihan received an Account Sales from Anupriya, which showed that she sold 180 packets @ ₹1,400 each out of which ₹5,000 was bad debt. Anupriya paid ₹6,000 as clearing charges, ₹1000 for carriage to godown and ₹2,000 as godown rent. Anupriya is entitled to get ordinary commission @ 10% and Del credere commission @ 5% on sale proceeds.

Show Consignment Account and Anupriya Account in the books of Bihan.

10. The following balances are extracted from the books of Mr. X for the year ended 31.03.2019:

	01.04.2018	31.03.2019
	₹	₹
Debtors	40,000	60,000
Creditors	20,000	40,000
Stock	15,000	?

- (i) During the year, he paid his creditors ₹60,000 and received from debtors ₹90,000.
- (ii) Bad debts written off ₹5,000.
- (iii) Discount received from creditors ₹1,000.
- (iv) Cash sales are 20% of total sales.
- (v) Credit purchases are 75% of total purchases.
- (vi) Rate of gross profit 20% on sales.

Calculate: Total Sales, Total Purchases and Value of Stock on 31.03.2019.

11. The following information was extracted from the books of account of a library:

BALANCE SHEET

As on 01.04.2019

Liabilities	₹	Assets	₹
Capital Fund	3,40,000	Building	1,20,000
Outstanding Expenses	10,000	Furniture	15,000
		Library Books	60,000
		Investments	1,00,000
		Outstanding subscription	40,000
		Cash in hand	<u>15,000</u>
	<u>3,50,000</u>		<u>3,50,000</u>

Receipts and Payments Account for the year is as follows:

Receipts	₹	Payments	₹
To Balance b/d	15,000	By Salaries	7,200
To Subscriptions	1,50,000	By Purchase of books	80,000
To Donations	1,00,000	By Rent and taxes	7,200
To Interest on Investment	1,200	By Outstanding expenses	10,000
To Sale of old furniture	1,000	By Insurance Premium	3,000
		By Printing and Stationery	900
		By Purchase of furniture	15,000
		By Investment	1,34,000
		By Sundry expenses	900
		By Balance c/d	<u>9,000</u>
	<u>2,67,200</u>		<u>2,67,200</u>

Additional information:

- Accrued Subscription ₹30,000.
- Outstanding liabilities for expenses ₹15,000.
- Insurance Premium amounting to ₹600 was paid in advance.
- Depreciate Building at 5%, Library books at 10% and write off investments by 5%.
- Depreciation is to be calculated on the opening balances of assets.

Prepare Income and Expenditure Account for the year ended 31st March, 2020 and a Balance Sheet as on that date.

12. Write short notes on: (any *three*)

5×3 = 15

- Capital maintenance
- GAAP
- Accounting Theory
- Principle of conservatism.

যে-কোনো *তিনটি* বিষয়ের উপর টীকা লেখোঃ

- মূলধন সংরক্ষণ; (b) গ্যাপ; (c) হিসাবতত্ত্ব; (d) রক্ষণশীলতার নীতি।

N.B. : Students have to complete submission of their Answer Scripts through E-mail / Whatsapp to their own respective colleges on the same day / date of examination within 1 hour after end of exam. University / College authorities will not be held responsible for wrong submission (at in proper address). Students are strongly advised not to submit multiple copies of the same answer script.

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