



॥ विद्या सर्वस्य भूषणम् ॥

PRABODHAN EDUCATION SOCIETY'S

Vidya Prabodhini College of Commerce, Education, Computer & Management  
Vidyanagar, Alto-Parvari, Goa

**SEMESTER END EXAMINATION-APRIL 2016 (REGULAR/REPEAT)**

Semester: II

M.Marks:80

Sub: Accounting - II (Foundation Course)

Duration: 2 hours

Instructions:

1. Question No. 1 is compulsory
2. Attempt any three from question No. 2 to question No. 6
3. Working note should form part of the solution.
4. Every main question should begin on a fresh page.
5. Use of calculator allowed.

Q.1. Following is the trial balance of Manila consumers' cooperative society as on 31<sup>st</sup> March, 2017.

**Trial balance**

Particulars	Dr.	Cr.
Share Capital		80,000
Deposit from members		50,000
Sales		12,50,000
Purchase returns		5,000
Creditors		10,000
Interest on investment		12,000
Rebate received		3,000
Common good fund		4,000
Price fluctuation fund		8,000
Reserve fund		20,000
Cash in hand	65,400	
Cash at bank	86,000	
Furniture	6,000	
Purchases	9,40,000	
Debtors	30,000	
Carriage inward	5,000	
Sales return	2,000	
Rent	10,000	
Audit fees	2,000	
Sales tax	3,000	
Staff salary	50,000	
Printing and stationery	10,000	

Investment	2,00,000	
Stock in trade	30,000	
Interest paid	2,600	
	<b>14,42,000</b>	<b>14,42,000</b>

**Adjustments:**

1. Value of closing stock on 31<sup>st</sup> March, 2017 was Rs. 60,000.
2. Depreciation on furniture at 10% p.a.
3. Interest accrued on deposit Rs. 1,500 and interest accrued on investment Rs. 6,000.
4. Outstanding salary Rs. 3,000.
5. Outstanding sales tax of Rs. 1,000.

You are required to prepare trading A/C & P&L A/C and balance sheet as on 31<sup>st</sup> March, 2017.

**(20 marks)**

Q.2. The ship S.K. Virat commenced a voyage on 1<sup>st</sup> April, 2016 from Mumbai to London and back. The voyage was completed on 31<sup>st</sup> May, 2016. The ship carried silk on its outward journey and machinery on its return journey. The following information is given:

Particulars	Rs
Harbour charges	50,000
Coal purchased	1,30,000
Salaries of crew	52,000
Stores purchased	90,000
Captain's expenses	10,000
Stevedoring charges	28,000
Insurance premium on voyage policy	28,000
Freight earned (outward)	2,10,000
Freight earned (return)	1,90,000
Passage money received	15,000
Primage 10% of freight	
<b>Address commission:</b>	
4% on outward freight	
5% on return freight	

Other Information:

1. The stock of coal at the beginning of the voyage was valued at Rs. 4,000 and at the end of the voyage at Rs. 14,700.
2. The written down value of the ship was Rs. 15,00,000 on which depreciation is to be provided at 4% p.a.
3. The manager is entitled to a commission of 2% on net profit before charging such commission. Prepare voyage account.

**(20 marks)**

Q.3.A. Prepare cash book of Saligao village Panchayat from the following information of March, 2016.

**(16 marks)**

- a) 1<sup>st</sup> March: Cash book balance Rs. 1,10,000.
- b) 2<sup>nd</sup> March: Received from Mr. Amit, tax collector Rs. 6,700 towards tax collection.
- c) 4<sup>th</sup> March: Paid salary to Gram sevak, Mr. Anthony, Rs. 5,000 as salary of staff.

- d) 4<sup>th</sup> March: Paid tax collector, Mr. Amit, commission of Rs. 2,000.
- e) 6<sup>th</sup> March: Paid to Ms. Suhasini Rs. 3,000 for hut reconstruction.
- f) 8<sup>th</sup> March: Received from Mr. Rasool Rs. 800 as fees for approval of house building.
- g) 8<sup>th</sup> March: Paid Rs. 500 as advance for stationery to Mr. Nadkarni.
- h) 9<sup>th</sup> March: Received house rent of Rs. 2,000 for February, 2016 from Ms. Sawant.
- i) 10<sup>th</sup> March: Received refund of advance from Mr. Sitafal Rs. 800 paid to him on January 12<sup>th</sup>.
- j) 10<sup>th</sup> March: Received donation of Rs. 4,000 from Ms. Brinjal for ensuring Swachh Bharat Abhiyan.
- k) 12<sup>th</sup> March. Paid travelling allowance to Gram panchayat members, Rs. 1,000.
- l) 14<sup>th</sup> March. Received sale proceeds of Rs. 1,000 from J.P. Mubarac.
- m) 15<sup>th</sup> March. Paid for office furniture from Lawande Furnitures Rs. 4,000.
- n) 16<sup>th</sup> March. Paid Mr. Badri Rs. 10,500 for road repairs.
- o) 18<sup>th</sup> March. Received Rs. 2,500 from Mr. Ombamba towards House tax.
- p) 27<sup>th</sup> March. Paid to Gardener, Mr. Raman Lal, Rs.1,800.

Q.3. B. Write a short note highlighting the role of local self-government. . (4 marks)

Q.4. Dr. Ghungru commenced practice as an orthopedic on 1<sup>st</sup> April, 2016 investing Rs. 12,00,000 in orthopedic equipments. His Receipts and Payments account for the year ended was as under:

Receipts	Amount	Payment	Amount
To fees received	14,30,000	By salary to Assistant	44,000
To Sundry Receipts	40,000	By Salary to Attendants	18,000
		By Rent of the clinic	30,000
		By Library books	1,80,000
		By purchase of equipments (on July 1, 2016)	4,00,000
		By Drawings	1,80,000
		By bank balance	3,00,000
		By Cash balance	3,18,000
	<b>14,70,000</b>		<b>14,70,000</b>

**Additional information:**

1. Rent of the clinic prepaid amounted Rs. 8,000.
2. Salary to assistants amounting to Rs. 10,000 is outstanding.
3. Fee amounting to Rs. 60,000 is still outstanding.
4. Depreciate equipment and library at 10% p.a.

Prepare Receipts and Expenditure A/C of Dr. Ghungru for the year ending 31<sup>st</sup> March, 2017 and his Balance sheet on that date.

(20 marks)

Q.5.A. L.M.Vikrant set on Voyage from Panaji to Visakhapatnam before 31<sup>st</sup> March on which date the accounts are to be closed. The return voyage had not been completed. The details for the entire voyage to Visakhapatnam and back to Panaji completed after 31<sup>st</sup> March were:-

Freight	Rs. 6,00,000
Coal consumption	Rs. 90,000
Stores consumed	Rs. 20,000
Port charges	Rs.28,000
Salaries of crew	Rs.60,000
Depreciation	Rs. 30,000
Ship Insurance(For the voyage)	Rs.30,000
Freight Insurance	Rs. 8,000
Primage	10%
Address Commission	5%

Only Rs.1,00,000/- freight was available to return journey. Prepare Voyage account up to 31<sup>st</sup> March. (15 marks)

Q.5.B. Explain the term Primage, and Address Commission. (5 marks)

Q.6. The following is the trial balance of Mr. K. Shyamsunder working as a solicitor for the year ended 31<sup>st</sup> March, 2016.

Particulars	Dr./Rs.	Cr./Rs.
Balance at Bank(Office)	9,000	--
Balance at Bank (Client)	8,900	--
Disbursement ledger balance	6,000	--
Client ledger balance	23,000	--
Office expenses	23,000	--
Capital	--	7,000
Creditor for expenses	--	2,500
Clients ledger balance	--	17,000
Profit Cost	--	63,000
Reserve for costs	--	12,000
Sundry assets	15,000	--
Furniture	4,000	--
Books	5,600	--
Work-in-Progress	7,000	--
	1,01,500	1,01,500

**Adjustments:**

Profit Cost not made up to 31<sup>st</sup> March, 2016 amounts to Rs. 27,000. Write off depreciation on furniture at 5% and library books at 10%.

Prepare Profit & Loss account for the year ended on 31<sup>st</sup> March, 2016 and balance Sheet as on that date. (20 marks)