

[A-12] Seat No. \_\_\_\_\_

No. of printed pages: 03

**SARDAR PATEL UNIVERSITY**  
**B. Com. (1<sup>st</sup> Semester) Examination**  
**20<sup>th</sup> Oct. 2016 (Thursday)**  
**2.00 pm – 4.00 pm**  
**UB01ECOM02/18 : Advanced Accounting - I**

**Total Marks : 60**

Note : Figures to the right indicate full marks of the question.

- Q.1 Milinkumar has a branch at Anand. All goods required for sale at Anand are sent from Head Office at cost plus 20% (Invoice price) and all cash received at the branch is banked daily in H.O.'s Account opened in a bank at Anand. [15]

From the following particulars prepare in the books of H.O.

1. Branch A/c.
2. Branch debtors A/c.
3. Petty Cash A/c.
4. Branch Trading and Profit-Loss A/c.

Particulars	1-1-15 (Rs.)	31-12-15 (Rs.)
Stock	9000	7200
Debtors	12000	13500
Petty Cash	120	?
Furniture	14000	?

Goods sent to Branch	27900
Goods returned to H.O.	1200
Bad debts written off by branch	200
Cash Sales	2000
Goods returned by Customer	300
Discount Allowed to branch debtors	500
Total Sales	45500
Petty Cash Expenses	280
Remittance to branch for Petty Cash	360

Branch Expenses paid by H.O.

Rent Taxes	1600
Salary	2000
Bonus to staff	600
Octroi	500
	4700.

Provide 10% Depreciation on furniture.

**OR**

- Q.1 Write short notes on: [15]
- (1) Goods In Transit and Remittance In Transit
  - (2) Invoice Price
  - (3) Branch debtors A/c.

Q.2 Ashwinkumar purchased on 1<sup>st</sup> January 1995 Motor costing Rs.47500 from Tata Motors Ltd. on Hire purchase system. The terms were as under : [15]

- (1) Rs.20000 to be paid on 1<sup>st</sup> January 1995.
- (2) Rs.10000 to be paid on 31-12-95.
- (3) Rs.10000 to be paid on 31-12-96.
- (4) Rs.10309 to be paid on 31-12-97.

Company charge Interest at 5% per annum on the yearly balances.  
Depreciation at 20% on the original cost was to be written off each year.

Give the Journal Entries in the books of Ashwinkumar's Accounts.

OR

Q.2 [15]

- (1) Difference between Instalment and Hire purchase system.
- (2) Find out the Cash price of Machinery.

At the time of contract	28000
First annual Instalment	31200
Second annual Instalment	24800
Third annual Instalment	18800
Fourth annual Instalment	13200
Rate of Interest - 10%	

Q.3 Differentiate between : [15]

- (a) Pure Single Entry and Popular Single Entry.
- (b) Single Entry and Double Entry System.

OR

Q.3 Ajitkumar keeps his accounts on Single Entry System. From the following details [15]  
prepare his statement showing Profit and Loss A/c. For the year ending 31-6-1996  
and statement of Affairs as on that date.

Particulars	1-7-95 Rs.	30-6-96 Rs.
Stock	16700	18500
Creditors	15400	14000
Debtors	11200	10500
Cash	250	1200
BOD	20200	19400
Bills Receivables	15000	14200
Furniture	1500	2500
Motor	1900	1900

Drawings amounted to Rs.1100 during the year. He has paid Life Insurance premium of Rs.500 and Income tax Rs.1000 during the year. Depreciate Furniture by 10% and write off Rs.300 from Motor. Included in debtors is an amount of Rs.500 which is bad. Maintain Bad debts Reserve at 5% on debtors and make a provision of Rs.700 on bills receivable. He has brought personal furniture worth Rs.1000 in to the Business.

Q.4 Write short notes : [15]

- (a) Account Sale
- (b) Commission and del credere Commission
- (c) Sale and Consignment

OR

Q.4 Anupam Furniture Mart Ahmedabad sent 40 steel cupboards costing Rs.4000 each on consignment to Pawar Bros. at Bombay. The consignees were to be allowed a commission of 5% on sales. They accepted a bill of Rs.90000 at 3 months as an advance. The consignor discounted the bill immediately at 12% p.a. Anupam Furniture paid Rs.7000 for freight and Rs.4000 for wages on sending the goods. Pawar Bros. paid Rs.10000 for Custom duties-wages. [15]

Pawar Bros. sent an Account Sale after two months stating that 35 cupboards were sold at Rs.6000 each. In another Account sale sent after month, it was stated that the remaining 5 cupboards were sold at Rs.5500 each. The consignees sent a bank draft for the balance after deducting their commission.

Prepare necessary Accounts in the books of Anupam Furniture Mart.

- (1) Consignment A/c.
- (2) Consignee A/c.
- (3) Goods sent on Consignment A/c.

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