

[A-23 E]

Seat No: \_\_\_\_\_

No. of printed pages: 02

**SARDAR PATEL UNIVERSITY**  
**F. Y. B. Com. (External) Examination**  
**Friday, 4<sup>th</sup> May 2018**  
**2.00 pm to 5.00 pm**

**AA-101 : Advanced Accounting and Auditing - I**

**Total Marks : 100**

Q.1 Write short notes: (20)  
 (A) Treasury. (B) Public accounts committee.

**OR**

Q.1 Explain the importance of farm accounting in India. (20)

Q.2 On 1<sup>st</sup> April 2008 'A' Ltd bought a machine from 'B' Ltd on hire purchase system (20)  
 the cash price being Rs. 29900. Rs. 8000 was payable on signing the  
 contract and the balance in three annual installment of Rs. 8000 each.  
 Depreciation is provided at 10% per annum by reducing balance method.  
 Prepare machine A/C and 'B' Ltd A/C in the book of 'A' Ltd.

**OR**

Q.2 Mayur Bros of Bombay consigned goods of Rs. 20000 to Anil and Co. of (20)  
 Ahmedabad and invoiced the same proforma at 25% above cost Mayur  
 Bros paid thereon Rs. 800 for freight and cartage and Rs. 200 for  
 insurance. Mayur Bros drew a bill on Anil and Co. for Rs. 6000 and  
 discounted it for Rs. 5800 with the bank.

Mayur Bros received on account sale according to which goods of the  
 invoice price of Rs. 18750 was sold for Rs. 20000 Anil and Co had paid Rs.  
 500 for wages and carriage. They are entitled to a commission of 5% on  
 total sale and additional commission of 10% on the excess of sales price  
 over the invoice value. Anil and Co. sent a bank draft in full settlement  
 keeping the deposit proportionate to the goods still unsold.

Prepare necessary accounts in the books of both parties.

Q.3 'A' and 'B' entered into joint venture to share profits and losses equally. (20)  
 The following transaction took place. 'A' purchased goods of Rs. 76000 and  
 paid freight and other expenses Rs. 4000. 'B' supplied goods of Rs. 25000  
 from his stock and paid Rs. 500 for carriage. 'B' sold some of the goods for  
 Rs. 80000 allowing sales commission of Rs. 2000. 'A' paid storage and  
 other expenses Rs. 1000. 'A' sold the remaining goods for Rs. 46500 and  
 paid Rs. 4000 for commission and carriage.

Prepare joint venture A/C and Co venture A/C

**OR**

Q.3 Write short notes. (20)  
 (1) Average clause.  
 (2) Claim for consequential loss policy.

Q.4 Sunil Shastri maintain his books by single entry. You are required to prepare (20)  
 his trading and profit and loss A/C for the year ending 31/03/2010 and  
 balance sheet on that

**Summary of the cash book**

Cash balance(01/04/2010)	4800	Cash purchase	7500
received from debtors;	110000	salaries	13500
cash sales	9000	wages	6250
sundry receipts	1350	Gen. Exp	3800
paid to creditors	68000	Drawings	5000

**Information of Property Payment sheet**

Particular	01-04-09	31-03-10
Building	18000	25000
Furniture	4500	3000
Machine	25000	25000
Debtors	32000	28000
Creditors	13000	21000
Stock	20500	26500

Discount allowed during the year Rs. 1600; discount received Rs. 900; sales return Rs. 400; and purchase return Rs. 1000. Depreciate building and furniture by Rs. 1500 and Rs. 300 respectively; Maintain bad debts reserve at 5% on debtors Allow interest on capital at 5%.

OR

- Q.4 Difference between: (20)
- (A) Joint venture and consignment.
- (b) Single entry and double entry.

- Q.5 Sandhya Stores surat invoices goods Nilam stores Nadiad branch at cost plus 25%. From the following particulars prepare branch A/C in the books of head office Also prepare Nadiad branch trading and profit and loss A/C. (20)

Opening stock (1/04/2010)		4000
Debtors (1/04/2010)		6000
Petty cash (1/04/2010)		100
Goods received from H. O.		70000
Goods returned to H. O.		10000
<b>Cash sent to H. O.</b>		
Cash sales		20000
Cash received from debtors		42000
bad debts recovered		100
<b>Cash sent to branch for Expenses</b>		
Salary	2400	
Rent taxes	500	
Petty cash	180	
		<b>3080</b>
Stock with branch (31/03/2011)		8000
Debtors (31/03/2011)		9600
Petty cash (31/03/2011)		40

OR

- Q.5 (A) Write short notes: (20)
- (A) Goods in transit and remittance in transit.
- (B) Branch account.