

'A'

- 1) All questions are compulsory.
2) Solve Part (A) or Part (B) from each of the questions

Q.1 A) Mr. S. carries on Manufacturing Business. The following transactions were extracted from his books as on 31/12/2005

Particulars	Amount	Particulars	Amount
Freehold Premises	1,65,000	Factory expenses	20,500
Plant & Machinery	1,96,620	Creditors	1,03,920
Vehicles	29,960	Transport outwards	16,840
Opening stock :		Selling Exp.	1,090
Raw Materials	1,65,300	Administrative Exp.	56,380
Finished goods	72,910	Debtors	1,35,380
Work in progress	72,470	Bank	1,27,500
Wages	2,80,790	Cash	69,470
Purchase of	4,36,440	Drawings	26,130
Raw materials		Capital	6,42,910
		Sales	11,26,400

You are required to prepare Manufacturing, Trading and Profit & Loss a/c for above period and also Balance sheet.

- 1) Closing stock Raw Material - 1,37,910
Finished goods - 53,580
Work in-progress - 56,800
- 2) Provision is to be made for following liabilities :
Factory expenses : Rs. 3,740
Selling expenses : Rs. 5,790
Administrative expenses : Rs. 2,100
- 3) Prepaid transport expenses are 500 Rs.
- 4) Provision for Doubtful debts equivalent to 4 % of Debtors to be created.
- 5) Depreciation to be provided @ 10% on plant & Machinery and 20 % on vehicles. 15

OR

Q.1 B) Prepare Machinery a/c and Provision for depreciation a/c for year ended 31.3.99, 31.3.2000, 31.3.2001, 31.3.2002, and 31.3.2003

Purchases :	Date	Amount
	1.4.98	10,00,000
	1.10.99	2,00,000
	1.7.00	1,00,000
Sales :	Date	Amount

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Q.2 A) Give journal entries for the following :

- 1) Mr. Ganesh started business with a capital of Rs. 1,00,000 brought is cash Rs. 20,000, Building Rs. 70,000, goods Rs. 10,000.
- 2) Sold Goods of Rs. 20,000 trade discount of 10% and cash discount of 15%.
- 3) Received Rs. 54,000 from Debtors, at a discount of 10%.
- 4) Purchased fixed Assets of Rs. 50,000 and paid import duty of Rs. 10,000 on the same.
- 5) Amount Received Rs. 500 from Mr. A in full settlement of Rs. 1000.

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OR

Q.2 B) Prepare Ledger a/cs. in the books of Mr. Sun.

- 1) Salaries of Rs. 10,000 wages of Rs. 5000 and carriage paid Rs. 2000.
- 2) Fixed assets of Rs. 10,000 purchased by taking loan of same amount.
- 3) Prepaid expenses are 200 outstanding expenses are Rs.10,000 & Expenses paid during the year are 20,000.
- 4) Provide depreciation of 20% on fixed assets of Rs. 1,00,000

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Q.3 A) State whether following transactions are capital & revenue in nature :

- 1) White washing charges of Building Rs. 50,000.
- 2) Machinery sold for Rs. 20,000.(WDV Rs.10,0000
- 3) Machinery imported Rs. 20,000 & installation charges paid Rs. 2000.
- 4) Repairs to Building Rs. 10,00,000/-
- 5) Rs. 2000 paid Royalty charges.

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OR

Q.3 B) Pass Journal entries for Rectification of following errors :

- 1) A credit sale to Mr. B. of Rs. 450 was credited to Mr. C.
- 2) A purchase of goods of Rs. 750 from Bhairab Sen, was debited to his account.
- 3) An office furniture purchased Rs. 750 was debited to Repairs a/c.
- 4) A sum of Rs. 350 received from a debtor was debited to his a/c.
- 5) Purchase of goods for the consumption of proprietor was debited to purchase a/c.

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Q.4 A) Write short notes on :

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- 1) Accounting standard 1
- 2) Methods of Depreciation.
- 3) Deferred revenue expenditure.

OR

Q.4 B) Give a detailed explanation on types and classification of errors along with examples for each type.

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