Instructions:

- Solve all questions after exercising internal option.
- All questions carry equal marks.

Q.1 Prepare a stores Ledger Account of Success Ltd. for the month of January 2013 by following the FIFO Method. I some some sepulari shote ent ,2102 1.1 [15]

These obsolete items were sold during the year 2012 for Rs. 4,500, 8102

Receints

January 1 Received 1,000 units at Rs. 20 per unit.

January 5 Received 350 units at Rs. 21 per unit.

January 7 Issued 700 units. Wellages of behavior of both of the last of the la

January 9 Issued 400 units

January 13 Received 550 units at Rs. 22 per unit

January 18 Issued 350 units

January 22 Received 100 units at 23 per unit

January 25 Issued 500 units rear adjusted and Account for the Cash Accou

January 27 Received 200 units at Rs. 20 per unit

January 31 Issued 180 units.

Find out the valuation of stock by FIFO Method on 31st January 2013.

[15]

Balance short on 31st March

Q.1 Following particulars are available in respect of Material Zed.

You are required to prepare a stores Ledger Account showing the Receipts and Issues by adopting the Weighted Average Method. Find out the value of closing stock on 25th October 2012.

receipts	The state of the s
2012	Furniture
October 1	Opening stock 200 units at Rs. 3.50 per unit
000.00,23	Purchased 300 units at Rs. 4.00 per unit
Indiy C 13	Purchased 900 units at Rs. 4.30 per unit
23	Purchased 600 units at Rs. 3.80 per unit
	jasmvali ka

200000	
2012	,000 By Drawings
October 5	Issued 400 units
000,00,815	Issued 600 units
000.06.1 25	Issued 600 units

Q.2 A fire occurred in the factory of Sanjog Ltd. on 13th March 2013 destroying all stock of goods. The books and records were saved from which the following particulars were determined. [15]

Issued 600 units

Particulars Rs. Purchases for the year 2012 36,00,000

Sales for the year 2012 45,04,500

Stock as on 1.1.2012 14,89,950

Stock as on 31,12.2012 17,32,500 Purchases for the period 1.1.2013 to 12.03.2013 5,62,500 Sales for the period 1.1.2013 to 12.03.2013

The company has been following the practice of valuing the stock of goods at actual cost plus 10%

On 1.1.2012, the stock includes some obsolete items valued at Rs. 4,950. These obsolete items were sold during the year 2012 for Rs. 4,500. Subject to these, the rate of Gross profit on the basis of valuation of stock was uniform.

You are required to ascertain the value of stock destroyed to lodge a Fire Insurance claim.

Received 55 90 nits at Rs.

Q.2 You are given :-

81 yasunat [15]

Sales for the year 2012

!astructions:

- 1. The Balance sheet of Neelam as on 31st March 2012.
- 2. The Cash Account for the year ended 31st March 2013.
- 3. Additional Information

You are required to prepare a Trading and Profit and Loss Account for the year ended 31st March 2013 and Balance sheet as on that date.

Balance sheet as on 31st March 2012.

Liabilities 69% larget	aM lo Rs.	Assets deligue ene eneluoid	ned griRs.
Sundry Creditors	1,00,000	Cash a separe a shall	75,000
Bills Payable Food Soul Soul Soul Soul Soul Soul Soul Soul	2,00,000	Bills Receivable	1,00,000
Outstanding Wages	5,000	Sundry Debtors Soois gnied	1,25,000
Capital	4,95,000	Stock	1,00,000
		Furniture	50,000
s at Fig. 3.50 per unit	c 200 unit	Plant and Machinery	3,50,000
Rs. 4.00 per unit	8,00,000	Purchased 30	8,00,000
Ro. 4.30 personit	te stimu ()	Purchased 90	er .
Cash Account for the year end	ed 31st Marc	ch 2013.	<u>ec</u>
Receipts	Rs.	Payment	Rs.
To Balance b/d	75,000	By Wages	1,00,000
To Cash Sales	1,75,000	By Drawings	60,000
To Debtors	4,00,000	By Payment to Creditors	E 1,75,000
To Bills Receivable	3,75,000	By Bills Payable	3,00,000
	etir	By Sundry Expenses	1,50,000
		By Rent	1,00,000
March 2013 destroying	HEL no b	By Balance c/d	1,40,000
d from which the followin	10,25,000	ods. The books and record	10,25,000

Additional Information:

	Particulars	Ist March, 10	I. Closing stock as on 3
	Closing balances on 31.03.2013	Rs.	Raw Materials
1.	Sundry Debtors	B	Work-in-progress
2.	Sundry Creditors	2,00,000	Finished Goods
3.	Bill Receivable	1,25,000	2. Factory Insurance pr
4.	Bill Payable	2,25,000	
5.	Stock	2,50,000	3. Charge Depreciation
7	eserve for land debus do Suz	1,50,000	Building
	Carrie for Discounting To	15%	Plant and Machinery
	Transactions during the year		Furniture
6.	Bills Receivable dishounoured	25,000	Delivery Van
7.	Bills Payable dishounoured	10,000	You are required to
8.	Discount Allowed	MARATEL	Account for the perio
9.	Discount Received	12,500	as on 31st March, 20
10.	Bills Receivable Endorsed	32,500	on transmitor of the co
11.		75,000	
[Bills Receivable Endorsed dishonoured	10,000	You are given the Trial
7D1 /	t entries and Closing entries in the	e Adjustmen	are required to pass th

Q.3 The Trial Balance of Suraj as on 31st March 2013 is given below.

Particulars

| Debit Particular | Parti

rarticulars	- 67h	Debit Rs.	Credit Rs .	Particulars	11,
Opening Stock	.50,000		Siddle Rs.	Mr. Mukesh's Capital A	
Raw Materials	State w	3,75,000	plinwing intA	Mr. Mukeshis-Brawinge	
Work-in-Progress		1,20,000	1.1	Plant and Machinery A	
Finished Goods		3,30,000		Opening Stock	
Purchases	- 1 10	3,22,500	1,8 maiones	Purchasespanial	
Buildings	ASQ00,002,N	2,25,000		Sales	
Plant and Machinery		5,40,000	7	Return inwards	
Furniture	15,000	60,000	15 3 15 18 Stack	Return Outwards/PE	
Delivery Van		45,000		Sundry Debtors	
Sundry Debtors	90,000	1,23,750		Sundry Creditors	
Bills Receivable		24,000	isinets by the	Carriage Inwards	
Sundry Creditors		24,000	ere ka An oi	Carriage Outwards	
Bill Payable		000.3	78,000	Wages	
Cash at Bank		1 47 000	51,000		
Cash in hand		1,47,000		Factory Rent	
Capital		13,500		Office Rent	
Sales		500	12,75,000	Unsurance	
Wages	1000.0	andias	11,70,000	Discount Received	
Factory Power and Fuel		1,24,500		Discount Allowed	
Carriage Inward		19,500		Pascount monoge	
Factory Insurance	Sandare	3,750	ndia? Explain		
Salary to Office Staff		7,500		Commission Commission	
Office Rent		16,500	eumptions as	WWI TO THE	
Printing and Stationery	hoo n	15,750		Building Bills Payable	
Bank Charges		7,800			
Discount		3,750		Bills Receivable	
	es of stock	4,950	3,750	Cash in hand	
Miscellaneous Expense Advertisement	a trade a selec	8,250		Cash in Bank	
Sales Returns	000 65 5	8,250	also directions along		
cales returns	3.44,000	16.500			

1. Closing stock as on 31st March, 2013
Raw Materials
Rs. 1.27 500

Raw Materials Rs. 1,27,500 Rs. 45,000 Rs. 45,000

Finished Goods Rs. 3,07,500

2. Factory Insurance prepaid Rs. 3,000

3. Charge Depreciation.

Building 5%
Plant and Machinery 15%
Furniture 10%
Delivery Van 20%

You are required to prepare Manufacturing Trading and Profit and Loss Account for the period 1st April 2012 to 31st March 2013 and Balancesheet as on 31st March, 2013.

OR

Q.3 You are given the Trial Balance of Mr. Mukesh as on 31.03.2013. You are required to pass the Adjustment entries and Closing entries in the Journal of Mr. Mukesh.

Particulars	Rs.	Rs.	e Trial Balance of Su
Mr. Mukesh's Capital A/c		4,50,000	Particulars
Mr. Mukesh's Drawings A/c	39,000	1,50,000	Opening Stock S105 d
Plant and Machinery A/c	1,80,000		Ray Materials
Opening Stock	75,000		World-in-Pragress
Purchases	5,25,000		sbood badamin
Sales	0,20,000	7,50,000	Purchases
Return Inwards	30,000	7,30,000	Buildings
Return Outwards	4 95 000	15,000	Plant and Machinery
Sundry Debtors	1,20,000	13,000	rumiture -
Sundry Creditors	1,20,000	00.000	Deinvery Van
Carriage Inwards	7,500	90,000	Sunday Debtors
Carriage Outwards	7.500		Bills Receivable
Vages 000.8	15,000		Sundry Creditors
alaries 900.1	30,000		Bili Payable
actory Rent	F UUULA P		Cash at Bank
ffice Rent	3,000		Cashrin hand
surance 000,3	7,500	iges	Capital Co. 1
iscount Received	7,500	e-mogic	Sales of
iscount Allowed	1 500	9,000	Wages soys
urniture	4,500		Factory Power and Fuel
ad Debts	30,000		Carriage inward
ommission	T'VUC,	ndry Expenses	Factory Insurance
uilding	4,500	DE .	Salary to Office Staff
lls Payable	1,20,000	lance o/d	Office Rept
ills Receivable	7,800	30,000	Printing and Stationery
sh in hand	90,000		Bank Charges
sh in Bank	3,000		Discount
Dalla	9,000		Miscellaneous Expense
	030.4		Advertisement
	13,44,000	13,44,000	Salea Returns
	0.000.61		T.quing Expense

Adjustments

- 1. Closing stock Rs. 3,00,000
- 2. Prepaid Insurance Rs. 3,000
- 3. Outstanding wages Rs. 4500.
- 4. Outstanding Salary Rs. 3000.
- 5. Interest on Capital @ 5%
- 6. Additional Bad debts Rs. 6,000
- 7. Reserve for Bad debts @ 5%
- 8. Reserve for Discount on Debtors at 5%
- 9. Reserve for Discount on Creditors at 2%
- 10.Interest on Drawing @ 6% p.a. for 6 months
- 11. Commission earned but not received Rs. 3,000.
- 12.Office Rent outstanding Rs. 6,000
- 13. Depreciation on Furniture @ 10%
- 14. Depreciation on Plant and Machinery @ 10%

Q.4 A) What is Revenue Expenditure? Explain and give examples.

[5]

B) Give reasons and state whether the following items are capital or Revenue in nature.

[10]

- 1. Carriage Inwards paid for bringing Raw materials into the factory.
- 2. Loss of current Assets in fire and Insurance claim received.
- 3. Legal Expenses incurred in connection with issue of Equity shares of the company.
- 4. Cash of Rs. 2 lakhs brought in the business by the partner.
- 5. Cash received from sale of old machinery Rs. 60,000 by manufacturing company.

OR

Q.4 Answer any 3 Questions.

[5 marks each]

- 1. What is the importance of Financial Accounting?
- 2. Explain the Business Entity Concept.
- 3. How are Accounting standards issued in India? Explain the procedure.
- 4. What are the Fundamental Accounting Assumptions as per AS 1?
- 5. Explain the following terms as per AS -2
 - 1) Inventory
- 2) Methods and stages of stock valuation
 - 3) Objectives of stock valuation
 - 6. What transactions are excluded from scope of AS 02