



K24U 3528

Reg. No. :

Name :

III Semester B.Com./B.Com. Logistics Degree (C.B.C.S.S. – O.B.E. –
Regular/Supplementary/Improvement) Examination, November 2024
(2019 to 2023 Admissions)

Core Course

3B03COM : ADVANCED ACCOUNTING

Time : 3 Hours

Max. Marks : 40

PART – A
(Very Short Answer)

Answer **any six** questions from the following. Each question carries 1 mark. (6×1=6)

1. What is a Balance sheet ?
2. What are contingent liabilities ? Give two examples.
3. What do you mean by minimum rent in royalty accounts ?
4. What is Del-credere commission ?
5. What are closing entries ?
6. What is single-entry system ?
7. What is hire purchase accounting ?
8. What is abnormal loss ?

PART – B
(Short Essay)

Answer **any six** questions from the following. Each question carries 3 marks. (6×3=18)

9. Distinguish between capital expenditure and revenue expenditure.
10. Differentiate between hire purchase and instalment system.

P.T.O.



11. The Karnataka Shoe Company has a branch in Kochi. The following are the transactions between the Head Office and the branch during the year 2023 :

| | Rs. |
|----------------------------------|--------|
| Stock at branch on 1-1-2023 | 750 |
| Petty cash at branch on 1-1-2023 | 200 |
| Cheque sent to branch : | |
| Salaries | 1,000 |
| Rent | 2,000 |
| Petty cash | 300 |
| Cash remitted to head office | 18,000 |
| Goods received from head office | 13,000 |
| Stock on 31-12-2023 | 1,000 |
| Petty cash on 31-12-2023 | 150 |

Give the journal entries in the books of head office.

12. X consigned to Y 100 cases of tea at Rs. 150 per case. He paid Rs. 2,000 as freight. Y paid Rs. 1,000 towards carriage and cartage. At the end of the year, he reported that 10 cases were lost by fire and he has sold 60 cases at Rs. 200 per case. His selling expenses were Rs. 500. He is to get a commission of 5% on sales. Calculate the value of Abnormal loss.
13. Write the accounting entries to be passed in the books of lessee, for the following transactions, considering entries, when there is Minimum Rent Account.
- Royalty becoming due
 - When royalty is paid
 - For transfer of royalty.
14. From the following information, prepare Trading Account for the year ended 31st March 2024 :

| | (In Rupees) |
|--------------------|-------------|
| Adjusted Purchases | 11,00,000 |
| Sales | 12,50,000 |
| Carriage Inwards | 6,000 |
| Wages | 14,000 |
| Carriage outwards | 5,000 |
| Closing stock | 1,00,000 |



15. What is branch accounting ? Briefly explain different types of Branches.
16. Write the accounting entries to be passed in the books of consignor, at cost price method for the following transactions :
- a) For goods sent on consignment
 - b) For advance received from the consignee
 - c) For sales made by the consignee

PART – C
(Long Essay)

Answer **any two** questions from the following. Each question carries 8 marks. **(2×8=16)**

17. From the following Trial Balance of Veena Garments as on 31-12-2023 prepare Trading and Profit and Loss A/c for the year ended 31-12-2023.

Trial Balance

| | Debit (Rs.) | Credit (Rs.) |
|--|-------------|--------------|
| Drawings | 3,000 | |
| Plant and Machinery (1-1-2023) | 10,000 | |
| Addition to Plant and Machinery (1-7-2023) | 10,000 | |
| Purchases | 40,000 | |
| Return inwards | 2,000 | |
| Debtors | 14,000 | |
| Carriage outwards | 450 | |
| Rent and rates | 2,300 | |
| Trade expenses | 600 | |
| Insurance | 350 | |
| Wages and salaries | 10,000 | |
| Bad debt | 750 | |
| Opening stock | 10,250 | |



| | | |
|------------------------|-----------------|-----------------|
| Cash in hand | 200 | |
| Cash at bank | 2,800 | |
| Capital | | 40,000 |
| Rent received | | 400 |
| Return outwards | | 700 |
| Provision for bad debt | | 600 |
| Sales | | 60,000 |
| Creditors | | 5,000 |
| | 1,06,700 | 1,06,700 |

Adjustments :

- 1) Closing stock is valued at Rs. 7,200.
- 2) Rent receivable Rs. 200
- 3) Depreciation at 10% p.a is required on plant and machinery.
- 4) Create a provision of 5% on Debtors for doubtful debts.
- 5) Interest on capital at 6% to be provided.

18. What do you mean by consignment ? How does consignment differ from sales ?

19. What are adjusting entries ? How will you treat the following while preparing final accounts ?

- a) Prepaid expenses
 - b) Accrued income
 - c) Depreciation
 - d) Goods distributed as free samples
 - e) Closing stock
 - f) Outstanding expenses.
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