



K18U 1955

Reg. No. : .....

Name : .....

**III Semester B.Com. Degree (CBCSS – Reg./Sup./Imp.)**  
**Examination, November 2018**  
**(2014 Admn. Onwards)**  
**Core Course**  
**3B05COM : ADVANCED ACCOUNTING**

Time : 3 Hours

Max. Marks : 40

**PART – A**

Answer **all** questions. **Each** carries  $\frac{1}{2}$  mark.

1. Total debtors account is prepared to find out \_\_\_\_\_
2. The system of finding out profit by preparing branch accounting is known as \_\_\_\_\_
3. A system in which each ledger is balanced independently is \_\_\_\_\_
4. Hire purchase price = Cash price + \_\_\_\_\_ (4× $\frac{1}{2}$ =2)

**PART – B**

Answer **any four** questions. **Each** carries **one** mark.

5. What is cash in transit ?
6. Give some features of sectional balancing.
7. What is short working ?
8. What do you mean by Pure-single entry system ?
9. What do you mean by installment system ?
10. What do you mean by recoupment of short workings ? (4×1=4)

P.T.O.



## PART – C

Answer **any six** questions (**not** exceeding **one** page). **Each** carries **3** marks.

11. What are the differences between single entry and double entry system ?
12. Explain the advantages of Departmental accounting.
13. How does the statement of affairs is differ from Balance Sheet ?
14. Give some advantages of self balancing system.

15. S & B of Delhi has a branch at Ernakulum. The following are the transactions between the branch and the head office for the year ended 31<sup>st</sup> March 2016.

Stock at branch at the beginning of the year	18,000
Petty cash balance at the beginning of the year	30
Goods sent to branch during the year	80,000
Remittance to branch for :	
Salaries	3,000
Rent	4,000
Petty Cash	<u>170</u>
	7,170
Cash remittance by branch (Cash sales)	1,30,000
Stock at branch on 31-3-2016	21,000
Petty cash balance on 31-3-2016	40

Prepare branch account in head office books.

16. Gokul maintained complete records of his business. He wants to know to the result of his business on 31-3-2016. The following information is available.

	1-4-2015	31-3-2016
Cash in hand	1,50,000	1,75,000
Cash at bank	7,50,000	6,00,000
Stock	5,00,000	4,50,000
Furniture	1,00,000	1,00,000
Debtors	2,50,000	3,00,000
Creditors	3,00,000	3,80,000
Bills payable	50,000	20,000

Personal expense of Gokul paid from business account amounted to Rs. 4,80,000 and goods worth Rs. 20,000 were withdrawn by him for personal use. During the year he introduced additional capital of Rs. 2,50,000 in to the business. Calculate his profit or loss.





- 17. Mohan bought a machinery on 1-1-2017 under hire purchase system from Elegant Machines Rs. 20,000 is paid on signing the agreement and the balance in 3 equal installments of Rs. 24,000 each. Interest is charged at 20 % per annum. Calculate cash price of the machine.
- 18. The Bengal Coal Company Ltd. leased a colliery from Sarkar on 1<sup>st</sup> January 2010 at a minimum rent of Rs. 10,000 p.a. merging in to a royalty of Rs. 2 per tonne with a stipulation to recoup short workings over the first four years of lease. The output for the first five years of the lease were :

Year	2010	2011	2012	2013	2014
Output (Tonnes)	1000	2000	6000	7000	6000

Prepare Royalty Account and Minimum Rent Account.

(6x3=18)

PART – D

Answer **any two** questions. **Each** carries **eight** marks.

- 19. A firm has two departments X and Y. During the year ended 31<sup>st</sup> December 2008 their books of accounts revealed the following.

	Dept. – X	Dept. – Y
Opening Stock	3,000	5,000
Purchases	32,000	45,000
Sales	76,000	81,000
Sales returns	6,000	1,000
Purchase returns	2,000	5,000
Closing stock	5,000	3,000
Wages	4,000	2,000
Commission on sales	2,000	3,000

The expense not directly chargeable to any department were

Carriage on sales	3,000
Carriage on purchases	3,500
Rent and rates	4,000
Miscellaneous expenses	3,000
General Manager's Salary	6,000
Interest on investments	1,000

Rent and rates and miscellaneous expenses are to be apportioned equally among the departments.

Prepare Trading and Profit and Loss Account and General Profit and Loss Account.



20. Following balances have been taken from the books of Sudhir Ltd. where self-balancing system is followed. Prepare Sales Ledger and Bought Ledger Adjustment Account's in the General Ledger.

March 1, 2015;

Debtors	31,200	B/R dishonoured (except B/R endorsed)	
Creditors	18,400		
Transactions during March ;		Nothing charge debited to customers	5
Sales	29,300	Bad debts	840
Sales return	1,100	Bills accepted	1,240
Purchase returns	430	Transfer from Debtors ledger to	
Cash received from Customers	28,715	creditors ledger	295
Cash payment to creditors	16,100	Endorsed bill dishonoured	100
Discount received	115	Renewal of dishonoured bill	315
Discount allowed	540	Endorsed dishonoured B/R renewed	
Received B/R	1,300	with interest	105
B/R endorsed	250	Reserve for discount on creditors	75
		Reserve for bad debt	135
		Purchases	14,800

21. Exel Ltd. took from Anand Collieries lease of property on a royalty of Rs. 1.50 per tonne with a minimum rent of Rs. 4,000 per annum. Short workings is recoverable out of the royalties of the next five years. In the period of strike the minimum rent stands reduced proportionately for the period not worked. Working results were as follows.

Year	2010	2011	2012	2013	2014	2015	2016
Production (Tonnes)	Nil	1300	3700	4500	7000 Strike for Six Months	2400	6000

Prepare important accounts in the books of Exel Ltd.

(2×8=16)