



**2023/FYUG/ODD/SEM/  
COMDSC-101T/124**

**FYUG Odd Semester Exam., 2023  
( Held in 2024 )**

**COMMERCE  
( 1st Semester )**

**Course No. : COMDSC-101T  
( Financial Accounting )**

Full Marks : 70

Pass Marks : 28

Time : 3 hours

*The figures in the margin indicate full marks  
for the questions*

**SECTION—A**

Answer *ten* questions, selecting any *two* from each

Unit :

2×10=20

**UNIT—I**

1. What is meant by Generally Accepted Accounting Principles?
2. Mention any two limitations of financial accounting.
3. State any two objectives of accounting standard.



UNIT—II

4. What is Realization Account?
5. Is Garner vs. Murray principle applicable in India or not?
6. State the journal entry for meeting the deficiency of the insolvent partner.

UNIT—III

7. Give two merits of hire-purchase system.
8. Write the meaning of down payment and instalment.
9. Mention two rights of the hire vendor.

UNIT—IV

10. Mention two primary objectives of Branch Accounting.
11. State the accounting treatment of credit sale under stock and debtors system.
12. What is Departmental Account?



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UNIT—V

13. What is shortworking?
14. What is average clause in insurance claims?
15. What is meant by short sales?

SECTION—B

Answer *five* questions, selecting *one* from each

Unit : 10×5=50

UNIT—I

16. Name the various accounting concepts and conventions. Explain in detail the Business Entity Concept. 5+5=10
17. Explain the procedure for setting up and issue of accounting standard. 10

UNIT—II

18. The partnership between A and B was dissolved on December 31, 2022. On that date the respective credit to the capitals were A—₹ 1,70,000 and B—₹ 30,000. ₹ 20,000 were owed by B to the firm. ₹ 1,00,000 were owed by the firm to A and ₹ 2,00,000 were due to the trade creditors. Profit and loss were shared in the ratio of 2 : 1.





( 4 )

The assets represented by the above stated net liabilities realized ₹ 4,50,000 exclusive of ₹ 20,000 owed by B. The liabilities were settled at book figures.

Prepare Realization A/c, Cash A/c and Capital A/cs. 10

19. Examine the underlying principles of Garner *vs.* Murray decision in the dissolution of partnership firm with suitable illustration. 10

### UNIT—III

20. Mr. X purchased a plant from Mr. Y on 1st January, 2019 under instalment purchase system. The terms of payment for the purchase of the plant were ₹ 10,000 on delivery, ₹ 13,000 at the end of 1st year, ₹ 12,000 at the end of 2nd year and ₹ 11,000 at the end of 3rd year, inclusive of finance charges or interest.

You are required to calculate the amount of interest included in each instalment and Mr. X A/c in the books of Mr. Y, assuming that books of accounts are closed on 31st December each year. 5+5=10

21. Distinguish between hire-purchase and instalment purchase system. Briefly explain at least four special features of instalment purchase system. 6+4=10



( 5 )

UNIT—IV

22. ABC Ltd. has a retail branch at Silchar. Goods are sent by the head office to the branch marked a selling price which is cost plus 25%. All the expenses of the branch are paid by the head office.

All cash collected by branch (from customers and cash sales) is deposited to the credit to the Head Office Account.

From the following particulars of the branch, prepare Branch Stock A/c, Branch Debtors A/c, Branch Adjustment A/c, Branch Expenses and Branch Profit &

Loss A/c :

10

|   | ₹        |
|---|----------|
| Debtors on 01.04.2022                             | 12,000   |
| Debtors on 31.03.2023                             | 14,000   |
| Inventory with branch at IP on 01.04.2022         | 16,000   |
| Inventory with branch at IP on 31.03.2023         | 17,000   |
| Amount deposited in the<br>HO A/c during the year | 1,27,000 |
| Cash sales during the year                        | 60,000   |
| Goods returned to HO at IP                        | 5,000    |
| Salary paid                                       | 6,000    |
| Rent paid   | 4,000    |
| Discount allowed to customers                     | 2,000    |
| Bad Debts written off                             | 1,000    |
| Spoilage at IP                                    | 2,000    |





( 6 )

23. Explain the basis of allocation of common expenses over various departments. 10

UNIT—V

24. The whole stock of goods of Capital Travel (Pvt) Co. Ltd. was destroyed by fire on 3rd February, 2023. No stock register was maintained but the following particulars were available :

|  | ₹      |
|--|--------|
| Stock at cost on 01.01.2022                    | 26,580 |
| Stock as per Balance Sheet<br>as on 31.12.2022 | 21,430 |
| Purchase for 2022                              | 61,560 |
| Sales for 2022                                 | 91,300 |
| Purchases from 01.01.2023 to 03.02.2023        | 18,510 |
| Sales from 01.01.2023 to 03.02.2023            | 35,300 |

Fire fighting expenses—₹ 3,000 was paid on the day of the fire. The ratio of gross profit was uniform throughout. The value of stock salvaged was ₹ 4,250.

The stock was fully insured against fire. Find out the amount for which claim for loss of stock should be made to the insurer. 10



( 7 )

25. NE Mines leased some land to ABC Ltd. at ₹ 5 per tonne on the output subject to dead rent of ₹ 40,000 per annum with the right of recoupment of shortworking during the first three years of the lease. The output for the first four years were as follows :

|             | <i>Tonnes</i> |
|-------------|---------------|
| First year  | 6000          |
| Second year | 8000          |
| Third year  | 11000         |
| Fourth year | 7000          |

You are required to prepare a statement showing the calculation of Royalty and Shortworking, etc.

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