

**FAKIR CHAND COLLEGE**  
**B.COM SEMESTER-I (HONOURS/GENERAL/MAJOR)**  
**Internal Assessment**  
**Subject - Financial Accounting I**

**Paper Code: CC1.1CH**

**Full Marks: 10**

**Answer any ONE from the following:**

1. Following information about Raw Materials is available in respect of manufacturing concern: (20)

Date	Particulars
May 1, 2017	Purchased 3,000 kgs @ Rs. 15 per kg
May 3, 2017	Purchased 5,000 kgs @ Rs. 16 per kg
May 7, 2017	Issued 5,000 kg
May 8, 2017	Purchased 2,000 kgs @ Rs. 18 per kg

Determine the value of stock on May 8, 2017 under (a) FIFO method and (b) LIFO method in the books of the concern. (10)

2. Bose Brothers, a trader send goods to his customers on 'Sale or Return' basis. The following transaction took place during 2017-18:

Date	Particulars	Rs.
25.12.2017	Sent goods to customers on sale or return basis at cost plus 30%	150,000
23.1.2018	Goods returned by customers	40,000
18.2.2018	Received letters of approval from customers confirming purchase of goods	71,000
31.3.2018	Goods with customers awaiting approval	39,000

Bose Brothers record sale or return transactions as ordinary sales. You are required to pass necessary journal entries in the books of Bose Brothers assuming that accounting year closes on March 31, 2018. (10)

**FAKIR CHAND COLLEGE**  
**B.COM SEMESTER-I (HONOURS/GENERAL/MAJOR) EXAMINATION (Under**  
**CBCS), 2020**

**Subject - Financial Accounting I**

**Paper Code: CC1.1CH**

**Full Marks: 80**

Answer any **FOUR** from the following:

- 1 An ABC industry depreciates its machines at 10% p.a on straight line basis. On April 1, 2014 the balance in Machinery Account was Rs. 17, 00,000 (Original cost Rs. 24, 00,000). On July 1, 2014 a new machine was purchased for Rs. 50,000. On Dec 31, 2014 an old machine having WDV of Rs. 80,000 on April 1, 2014 (original cost Rs. 120,000) was sold for Rs. 60,000. Show machinery A/C for the year ended Mar 31, 2015. (20)

3. From the following particulars, prepare a claim for loss of profit under the consequential loss policy

a. Date of fire	30.06.2012
b. Period of indemnity	6 months
c. Sum insured	Rs. 80,000
d. Turnover for the year ended June 30, 2012	Rs. 4,00,000
e. Net Profit for the accounting year ending March 31, 2012	Rs. 25,000
f. Standing charges for the accounting year ending March 31, 2012	Rs. 57,000
g. Turnover for the year ending March 31, 2012	Rs.4,10,000
h. Turnover for the indemnity period from 1.7.12 to 31.12.12	Rs. 1,12,000
i. Turnover for the period from 1.7.11 to 31.12.11	Rs.2,20,000

The turnover of the year 2012-13 had shown an increasing trend of 10% over turnover of the preceding year. (20)

4. Prepare a Purchase Ledger Adjustment Account and Sales Ledger Adjustment Account in General Ledger (Fig in Rs.) (20)

Debtors ledger balance as on 1.1.14 (Dr)	Rs. 3,750	Return Inwards	Rs. 600
Debtors ledger balance as on 1.1.14 (Cr)	Rs. 250	Return outwards	Rs. 400
Creditors ledger balance as on 1.1.14 (Dr)	Rs. 150	Bills payable accepted	Rs.1,000
Debtors ledger balance as on 1.1.14 (Cr)	Rs. 3,200	Rills receivable drawn	Rs. 1,875
Purchases (including cash	Rs. 9,000	Bills receivable dishonoured	Rs.500

Rs. 375)			
Sales (including cash Rs.750)	Rs. 18,750	Bills receivable discounted	Rs. 375
Cash paid to Creditors	Rs. 5,250	Bills Receivable endorsed	Rs. 1,000
Collection from Debtors	Rs. 15,500	Bills Receivable as endorsed dishonoured	Rs. 250
Discount allowed	Rs. 65	Provision for Bad Debts	Rs. 275
Discount received	Rs.80	Transfer from Debtors Ledger to Creditors Ledger	Rs. 125

5. Write short notes on:

(10+10=20)

- a. Going Concern Concept
- b. Entity Concept

6. M/s Z & Co, a cement manufacturer supplies you the following information. You are required to determine value of inventory and cost of goods sold for the month April, 2015 under FIFO and LIFO, Weighted Average methods:

- a. Assuming the concern is maintaining its inventory under **Perpetual System**
- b. Assuming the concern is maintaining its inventory under **Periodic System**

#### Purchases

#### Issues

April 10, 2015 400 units @ Rs. 15

On April, 15, 2015 500 units

April 20, 2015 300 units @ Rs. 20

On April, 27, 2015 250 units