

			3,068
To Subscriptions		By Wages	5,330
2020	200		
2021	16,900		
2022	300		
To Lockers Rent	500	By Billiard Table	3,900
To Special Subscriptions for Governor's Party		By Repairs	806
	3,450		
		By Interest	1,500
		By Balance c/d	2,396
	22,200		22,200

Lockers rent Rs.60 pertained to 2020 and Rs.90 is still owing. Rent Rs.1,300 pertained to 2020 and Rs.1,300 is still due. Stationery expenses Rs.312 relating to 2020 and Rs.364 is still owing. Subscriptions unpaid for 2021 Rs.468.

8. A Head office in Chennai sends goods to its branch at Madurai marked 20% above cost. From the following particulars, show how the Branch Accounts will appear in the books of Head office.

Particulars	Rs	Particulars	Rs
Stock on 1-7-2020 at the branch	1,800	Cheques sent to branch Salary 900 Rent and Taxes 150 Petty cash 110	1,160
Debtors on 1-7-2020 at branch	3,000	Stock at branch on 31-12-2020	3,000
Petty cash on 1-7-2020 at the branch	30	Debtors at 31-12-2020 at branch	9,800
Goods supplied to branch	30,000	Petty cash on 31-12-2020 at the branch	200
Remittances from branch Cash sales 6000 Money received from Debtors 21000	27,000		

SECTION C

Answer any TWO of the following in 100 words

(2 x 10 = 20)

9. What are the objectives of Branch accounting? K4 CO3
10. A Company has two Departments A and B. A Department supplies the goods to B Department. From the following prepare Departmental Trading Account for the year 2021. K4 CO3
- | | A
(Rs.) | B
(Rs.) |
|---------------|------------|------------|
| Opening Stock | 30,000 | - |
| Purchases | 2,10,000 | - |
| Transfer to B | 50,000 | 50,000 |
| Sales | 2,00,000 | 60,000 |
| Closing stock | 40,000 | 10,000 |
11. Malan purchased a machine on Hire purchase system on 01/01/2021. The terms of K4 CO3

payment are four annual instalments of Rs.12,690 at the end of each year. Interest is charged @ 5% and is included in the annual payment of Rs.12,690.
Show Machinery Account and Hire Vendor Account in the books of Malan who defaulted in the payment of third yearly instalment where upon the vendor repossessed the machinery. Malan provides depreciation on the machinery @ 10% on Reducing balance method.

12. The due dates for the payment of certain amounts are as follows:
 Jan 1 - Rs. 400 due February 4
 Feb 4 – Rs.500 due April 7
 April 1 – Rs.800 due May 4
 May 10 – Rs. 700 due June 13
 May 17 – Rs.1,000 due June 20
 Suggest a date on which all the bills may be paid without any loss of interest to either party assuming that the year of transaction is a leap year.

K4 CO3

SECTION D

Answer any ONE of the following in 250 words (1 x 20 = 20)

13. Explain in detail the Accounting Standards and its benefits. K5 CO4

14. From the following prepare Trading and Profit and Loss Account for the year ended 31st March 2022 and Balance Sheet as on that date of Mrs.Reena. K5 CO4

	Dr. (Rs)	Cr. (Rs.)
Stock on April 1,2021	60,500	
Purchases & Sales	90,300	1,37,200
Returns	2,200	1,300
Capital Account	-	30,000
Drawings Account	4,500	
Land & Buildings	30,000	
Furniture & Fittings	8,000	
Sundry Debtors & Creditors	25,000	45,000
Cash in Hand	3,500	
Investments	10,000	
Interest	-	500
Commission	-	3,000
Direct Expenditure	7,500	
Postage, Stationery & Phones	2,500	
Fire Insurance Premium	2,000	
Salaries	11,000	
Bank Overdraft	-	40,000
	2,57,000	2,57,000

- i.) Closing stock on 31st March 2022 was valued at Rs.65,000. Goods worth Rs.500 are reported to have been taken away by the proprietor for his personal use at home during 2021-22.
- ii.) Interest on Investments Rs.500 is yet to be received while Rs.1,000 of the commission received is yet to be earned in 2021-22.
- iii.) Rs.500 of the Fire Insurance premium paid is in respect of the quarter ending 30th June, 2021.
- iv.) Salaries Rs.1,000 for March 2021 and Bank Overdraft interest estimated at Rs.2,000 have to be recorded as outstanding charges.

- v.) Depreciation is to be provided on Land & Buildings at 5% and on Furniture and Fitting at 10%.
- vi.) Make Provision for doubtful debts at 5% on Sundry Debtors.
- vii.) Rs.10,000 claim against Mrs Reena not acknowledged debt as yet

SECTION E

Answer any ONE of the following in 250 words

(1 x 20 = 20)

15.	<p>John Industries , Mumbai has a branch at Madurai to which goods are invoiced at cost plus 25%. The branch makes sales both for cash and on credit. Branch expenses are paid direct from Head Office and the Branch remits all cash to Head Office. From the following details, prepare the necessary Ledger accounts in Head office books to calculate branch profits as per the Stock and Debtors system.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 85%;"></th> <th style="width: 15%; text-align: center;">Rs.</th> </tr> </thead> <tbody> <tr> <td>Goods received from H.O at invoice price</td> <td style="text-align: right;">60,000</td> </tr> <tr> <td>Returns to H.O at invoice price</td> <td style="text-align: right;">1,200</td> </tr> <tr> <td>Branch Stock on April 1, 2020 at invoice price</td> <td style="text-align: right;">6,000</td> </tr> <tr> <td>Cash sales</td> <td style="text-align: right;">20,000</td> </tr> <tr> <td>Credit sales</td> <td style="text-align: right;">36,000</td> </tr> <tr> <td>Branch debtors on April 1, 2020</td> <td style="text-align: right;">7,200</td> </tr> <tr> <td>Cash collected from Debtors</td> <td style="text-align: right;">32,000</td> </tr> <tr> <td>Discount allowed to Debtors</td> <td style="text-align: right;">600</td> </tr> <tr> <td>Bad debts in the year</td> <td style="text-align: right;">400</td> </tr> <tr> <td>Goods returned by Debtors to Branch</td> <td style="text-align: right;">800</td> </tr> <tr> <td>Rent, rates and taxes at Branch</td> <td style="text-align: right;">1,800</td> </tr> <tr> <td>Branch office expenses</td> <td style="text-align: right;">600</td> </tr> <tr> <td>Branch stock at invoice price on March 31, 2021</td> <td style="text-align: right;">12,000</td> </tr> </tbody> </table>		Rs.	Goods received from H.O at invoice price	60,000	Returns to H.O at invoice price	1,200	Branch Stock on April 1, 2020 at invoice price	6,000	Cash sales	20,000	Credit sales	36,000	Branch debtors on April 1, 2020	7,200	Cash collected from Debtors	32,000	Discount allowed to Debtors	600	Bad debts in the year	400	Goods returned by Debtors to Branch	800	Rent, rates and taxes at Branch	1,800	Branch office expenses	600	Branch stock at invoice price on March 31, 2021	12,000	K6	CO5
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16.	<p>A, B and C are partners in a business, sharing profits and losses in the ratio 3:2:1. Their Balance Sheet on 30th June,2021 was as follows:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Liabilities</th> <th style="width: 10%;">Rs.</th> <th style="width: 30%;">Assets</th> <th style="width: 30%;">Rs.</th> </tr> </thead> <tbody> <tr> <td>Sundry Creditors</td> <td style="text-align: right;">1,600</td> <td>Cash in Hand</td> <td style="text-align: right;">600</td> </tr> <tr> <td>Reserve Fund</td> <td style="text-align: right;">6,000</td> <td>Cash at Bank</td> <td style="text-align: right;">1,000</td> </tr> <tr> <td>Capitals:</td> <td></td> <td>Sundry Debtors</td> <td style="text-align: right;">9,000</td> </tr> <tr> <td style="padding-left: 20px;">A</td> <td style="text-align: right;">10,000</td> <td>Stock in Hand</td> <td style="text-align: right;">7,000</td> </tr> <tr> <td style="padding-left: 20px;">B</td> <td style="text-align: right;">10,000</td> <td>Machinery</td> <td style="text-align: right;">6,000</td> </tr> <tr> <td style="padding-left: 20px;">C</td> <td style="text-align: right;">10,000</td> <td>Factory Building</td> <td style="text-align: right;">14,000</td> </tr> <tr> <td></td> <td style="text-align: right; border-top: 1px solid black;">37,600</td> <td></td> <td style="text-align: right; border-top: 1px solid black;">37,600</td> </tr> </tbody> </table> <p>On that date C retires from Business. It is agreed to adjust the values of assets as follows:</p> <ol style="list-style-type: none"> i.) To Make a provision of 5% on Sundry debtors for doubtful debts. ii.) To Depreciate Stock by 5% and Machinery by 10% iii.) Factory buildings to be revalued at Rs.15,100 <p>Show the Revaluation Account and the Partners Capital Accounts and Prepare the Balance Sheet of the Continuing partners as on July1, 2021.</p>	Liabilities	Rs.	Assets	Rs.	Sundry Creditors	1,600	Cash in Hand	600	Reserve Fund	6,000	Cash at Bank	1,000	Capitals:		Sundry Debtors	9,000	A	10,000	Stock in Hand	7,000	B	10,000	Machinery	6,000	C	10,000	Factory Building	14,000		37,600		37,600	K6	CO5
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