



**DK-010-001206**

Seat No. \_\_\_\_\_

**B. B. A. (Sem. II) (CBCS) Examination**

**March – 2022**

**Principles & Practise of Accountancy**

*(Old Course)*

**Faculty Code : 010**

**Subject Code : 001206**

Time :  $2\frac{1}{2}$  Hours]

[Total Marks : 70

- 1 Give the meaning of Accounting standard discuss procedure for issuing accounting standard. 14

**OR**

- 1 Explain the objective of Accounting Standard.
- 2 The details of purchase of machinery in the books of Manojbhai and Company were as follows : 14
- (1) On 1-4-18 cost of Rs. 1,00,000 useful life 10 years.
  - (2) On 1-10-18 Rs. 80,000 cost useful life 8 years.
  - (3) On 1-4-19 cost Rs. 60,000 useful for 12 years.
  - (4) On 30-6-19 cost Rs. 30,000 useful life 10 years.

Scrap value of the Machines 20% of its cost. A machine costing Rs. 80,000 was sold on 31-3-2020 profit of 10% book value depreciation is changed on straight line method.

Prepare machinery Account for 2018-19 and 2019-20.

**OR**

- 2 Prepared stock register by life method in the books of Rina.
- Jan. 1 Opening stock 5 dozen at 1.20 per piece.
- Jan. 10 Purchase 90 piece at 18 per dozen.
- Jan. 20 Issued 100 pieaces
- Jan. 25 Shortage of 10 pieces
- Jan. 30 Purchase 2 dozen at Rs. 24 per dozen.

- 3 From the Receipts and Payments Accounts of India 14  
Gyonkhana. For the year 2020. You are required to prepare  
income and expenditure Account for the year ending 31-12-2020 :

<i>Receipts</i>	<i>Amt. (Rs.)</i>	<i>Payments</i>	<i>Amt. (Rs.)</i>
To Opening balance	2,416	By Purchase of cycle	424
To Interest	624	By Rates and taxes	496
To Subscription	8,740	By Printing and stationary	1,508
To Rent	540	By Subscription of News paper	2,694
To Entrance fees	2,400	By Other expenses	1,882
To Scale of old News paper	128	By Salaries	2,400
To Sale of old furniture	420	By Investment	4,770
To Receipts from lecturer	732	By Payment of creditor previous year	1,508
		By Balance	318
	<b>16,000</b>		<b>16,000</b>

Subscription for news paper paid in 2020 includes Rs. 250 for 2019 Rs. 464 is outstanding for salaries subscription received include Rs. 500 for 2018 and Rs. 200 for 2019 provide depreciation Rs. 300 on books and Rs. 250 on building Half the entrance fees is to be capitalised.

OR

- 3 Solicitor Raman submits to you the following Trial Balance the  
financial year ending on 31-3-19  
Trial Balance

<i>Particular</i>	<i>Amt. (Rs.)</i>	<i>Particular</i>	<i>Amt. (Rs.)</i>
Books	45,000	Capital	50,000
Equipments	30,000	Reserve for outstanding fees	16,000
Building	75,000	Bills of fees	1,96,000
Office exp.	25,000	Premium (Received on 1-4-19 for two years)	10,000
Salaries	30,000	O/s salary	6,000
Bank balance cash	30,000 3,000		
Debtors for fees	25,000		
Clients sundry exp.	15,000		
	<b>2,78,000</b>		<b>2,78,000</b>

- (1) Rs. 6,000 fees received in advance from clients is wrongly included in bill of fees.
- (2) Office exp. of Rs. 1,000 included in sundry exp. for clients by mistake
- (3) I.O.C. 20%.
- (4) Depreciation at 10% building, equipments and books.

If Mr. Manish is to Join in partnership with Raman in the comming year and if the bills of fees not prepared are estimated Rs. 10,000. Find out Profit.

- 4 Calculate the total credit purchase and total credit sales from the following details for the year ended on 31-3-2020 : 14

	<b>Rs.</b>
(1) Total debtors (1-4-19) .....	1,47,500
(2) Cash received from debtors .....	5,74,500
(3) Discount allowed during the year .....	5,800
(4) Bad debt written off .....	8,500
(5) Returns inward .....	11,500
(6) Bill received from customers .....	96,000
(7) Total debtors (31-3-20) .....	1,38,900
(8) Total creditors (1-4-19) .....	89,700
(9) Cash paid to creditors .....	2,97,800
(10) Discount allowed by creditors .....	4,300
(11) Returns to suppliers .....	5,200
(12) Bills issued to supplier .....	64,000
(13) Total creditors on 31-3-2020 .....	94,500

**OR**

- 4 Difference between single entry system and double entry system.

- 5 Ramesh and Suresh are partners in a firm sharing Profit and Losses in the ratio 3 : 2. Their capital on 1-4-2019 were Rs. 30,000 and 25,000. The profit for the year 2019 was Rs. 19,150. Interest at 10% is to be allowed on capitals salary of Rs. 5,000 was given to Suresh drawing of both were Rs. 5,000 and Rs. 2,000 for the year interest is to charged at 10% p.a. for 6 months on drawings. 14

Prepare partners capital account from above information.

- (1) When capital accounts are fixed.
- (2) When capital accounts are Fluctuaing.

**OR**

- 5 Distinguish between :  
Profit and Loss A/c and Profit and Loss Appropriation A/c.

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