

Exam. Code : 107302

Subject Code : 2019

**B.Com. (Prof.) 2nd Semester
ADVANCED ACCOUNTING
Paper—BCP-204**

Time Allowed—3 Hours]

[Maximum Marks—50

- Note :—** (1) Attempt any TEN parts of Question No. 1 of Section A.
- (2) Attempt TWO questions each from Section B and Section C.

SECTION —A

1. Write short notes on any TEN of the following :—
- (i) Gaining Ratio.
 - (ii) Revaluation Account.
 - (iii) Dissolution of Partnership.
 - (iv) Fluctuating Capital Account.
 - (v) Normal Loss.
 - (vi) Joint Bank Account.
 - (vii) Meaning of Joint Venture.
 - (viii) Independent Branch.

(ix) Inter-Branch Transfers.

(x) Goods-in-Transit.

(xi) Meaning of Hire Purchase System.

(xii) Hire Purchase Price.

10×1=10

SECTION—B

2. Explain different methods of dissolution of partnership firm. 10
3. Explain different methods of recording transactions of a Joint Venture. 10
4. A and B are partners with profit and losses in the sharing ratio of 2 : 1. Their Balance Sheet on 31.3.2003 was as follows :

Liabilities	Rs.
Creditors	20,000
Bill Payable	15,000
Reserve Fund	12,000
Capitals :	
A	40,000
B	30,000
	<u>1,17,000</u>

Assets		Rs.
S. Debtors	40,000	
Less : Provision	<u>3,600</u>	36,400
Stock		20,000
Building		25,000
Patents		2,000
Machinery		33,600
		<u>1,17,000</u>

They admitted C into partnership on this date. New Profit Sharing Ratio is agreed as 3 : 2 : 1. C brings proportionate capital after the following adjustments :

- (i) C brings Rs. 10,000 in cash as his share of goodwill.
- (ii) The Provision for Doubtful Debts is to be reduced by Rs. 2,400.
- (iii) There is an old Typewriter valued at Rs. 2,600. It does not appear in Books of firm. It is now to be recorded.
- (iv) Patents are valueless.

Prepare Revaluation Account, Capital Accounts and opening Balance Sheet of A, B and C. 10

5. 1000 cycles were consigned by Premier Cycle Co., Delhi to Superior Bros. Kanpur at Rs. 150 each. Premier Co. paid freight Rs. 10,000 and insurance in transit Rs. 1,500. During transit 100 cycles were totally destroyed by fire. Superior Bros. took delivery of remaining and paid Rs. 1,530 as octroi.

Superior Bros. sent a bank draft to Premier Co. for Rs. 60,000 as advance and later sent an account sales showing 800 cycles were sold at Rs. 220 each. Expenses incurred by Superior Bros. on advertisement Rs. 2,640. They were entitled to a commission 5%. Rs. 16,000 was received from Insurance.

Prepare Consignment A/c, Abnormal Loss A/c and Superior Bros. A/c in Books of Premier Cycle Co.

10

SECTION—C

6. What do you mean by repossession of goods sold on Hire Purchase ? Explain its accounting treatment in the books of Hire Purchase and Hire Vendor. 10
7. Explain the methods of incorporating trial balance of a branch in Head Office's Books. 10
8. A Head Office sends goods to its Branch at 20% less than list price. Goods are sold to customers at cost plus 100%. From the following particulars ascertain

the profit made at the Head Office and at the Branch on wholesale basis ;

	Head Office Rs.	Branch Rs.
Opening Stock at Cost (At wholesale price in case of Branch)	40,000	32,000
Purchases	2,00,000	—
Goods sent to Branch (At wholesale price)	96,000	—
Sales	1,70,000	80,000
Sundry expenses	14,000	8,000

10

9. National Sales Corporation has a hire purchase department. Goods are sold at cost plus 25%. From the following particulars prepare Ledger Accounts according to 'Stock and Debtors' System : 10

Rs.

Stock with Hire Purchase Customers at Selling Price on 1.4.2002	15,000
Instalment due (customers paying) on 1.4.2002	1,800

	Rs.
Sales during (2002-03) at H.P.	96,500
Cash received during the year	98,300
Goods repossessed (instalment due Rs. 2 000) valued at	1,700
Instalment due (customers paying) on 31.3.2003	1,100