

F.Y.B.COM. SEM – I (2014 Course) : SUMMER - 2019

SUBJECT : FINANCIAL ACCOUNTING – I

Day : Wednesday

Date : 10/04/2019

Time 12.00 NOON TO 02.00 PM

Max. Marks : 40

S-2019-0378

N.B:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of calculator is allowed.

Q.1 The following is the Balance Sheet of M/s Aniket and Sanket as on 31st March 2017. (10)

Balance Sheet as on 31st March 2017

Liabilities	₹	Assets	₹
Capital Account:		Furniture	5,000
Aniket	15,000	Plant and Machinery	30,000
Sanket	22,000	Investments	16,000
Sundry Creditors	30,000	Cash at Bank	5,000
Mrs. Aniket Loan	20,000	Stock in Trade	20,000
Bills Payable	8,000	Sundry Debtors	26,000
		(-) R.D.D.	2,000
Reserve Fund	10,000	Profit and Loss Account	5,000
	1,05,000		1,05,000

The firm was dissolved on 31st March 2017 and following was the result.

- 1) Aniket took over investments at an agreed value of Rs. 13,000 and agreed to pay off the loan of Mrs. Aniket.
 - 2) The assets were realized as under:
 - i) Stock ₹ 18,000
 - ii) Plant and Machinery ₹ 24,000
 - iii) Furniture ₹ 4,000
 - iv) Debtors ₹ 22,000
 - 3) The creditors were paid at 2% discount and the bills payable were paid in full.
- Prepare : i) Realisation Account ii) Partners Capital Account iii) Cash Account.

Q.2 Sita, Geeta and Nita were partners sharing Profit and Loss in the ratio of 3:2:1. They decided to dissolve the firm with effect from 31st March 2017 when the firm's Balance Sheet stood as follows: (10)

Balance Sheet as on 31st March 2017

Liabilities	₹	Assets	₹
Capital Account:		Land and Building	1,90,000
Sita	1,38,000	Plant and Machinery	90,000
Geeta	80,000	Furniture	40,000
Nita	50,000	Stock	60,000
Sundry Creditors	1,80,000	Debtors	1,28,000
Bank Overdraft	60,000		
	5,08,000		5,08,000

The assets were realized as follows:

1st Installment ₹ 1,60,000

2nd Installment ₹ 1,02,000

3rd Installment ₹ 1,40,000

Realisation expenses were ₹ 20,000

Prepare :

- 1) The statement showing surplus capital.
- 2) The statement showing distribution of cash.

P.T.O.

- Q.3** P, Q and R were partners sharing Profit and Losses in the ratio of 2:2:1 (10) respectively. They decided to convert their firm into X Ltd. The Balance Sheet of their firm on the date of conversion shows the following position.

Balance Sheet as on 31st March 2017

Liabilities	₹	Assets	₹
Sundry Creditors	12,000	Building	15,000
Bills Payable	750	Plant and Machinery	9,000
General Reserve	3,000	Motor Van	6,000
Capital Account:		Furniture	1,250
P	15,000	Stock	2,350
Q	14,000	Sundry Debtors	13,000
R	8,500	Investments	3,000
		Cash at Bank	3,650
	53,250		53,250

- 1) X Ltd. Agreed to take over the following assets at values shown below:

Particulars	₹
Building	16,000
Plant and Machinery	8,250
Furniture	1,000
Stock	3,900
Goodwill	2,000
Debtors	12,350

- 2) The company has also agreed to takeover sundry creditors at ₹ 11,000.
 - 3) The purchase consideration was paid by the company by issuing sufficient number of equity shares of ₹ 100 each fully paid at par.
 - 4) The firm sold investment for ₹ 4,000 and paid off bills payable fully. Motor van was taken over by 'P'; at book value.
 - 5) The firm paid realization expenses of ₹ 400.
- Prepare :
- 1) Statement of purchase consideration.
 - 2) Realisation Account
 - 3) Partners Capital Account
 - 4) X Ltd. Account

- Q.4** Write short notes on any **TWO** of the following: (10)
- a) Order of repayment on piecemeal distribution of cash.
 - b) Objectives of conversion of partnership firm.
 - c) Maximum loss method
 - d) Reasons for dissolution of partnership firm

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