

F.Y.B.COM. SEM – II (2014 Course) : WINTER - 2018
SUBJECT : FINANCIAL ACCOUNTING – II

Day : Wednesday
Date : 10/10/2018

Time : 03.00 PM TO 05.00 PM
Max. Marks : 40

W-2018-0334

N.B:

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

Q.1 Royal India Coal Company worked a coal mine under a lease which provided as **(10)** under:

- 1) Royalty is to be paid at ₹ 2 per ton.
- 2) Minimum rent was fixed at ₹ 10,000 p.a.
- 3) Short working to be recovered within first three years only.

The Output was as Follows:

Year	Output
2014	1000
2015	2000
2016	10000
2017	15000

Prepare

- 1) Royalty Account
- 2) Short working Account in the books of Royal India Ltd.

Q.2 Rupali purchased on 1st April 2014 a printing machine from Flex Ltd. on Hire **(10)** Purchase System. The cash price of the printing machine was ₹ 75,000. Rupali Ltd. paid ₹ 10,000 on signing the contract and agreed to pay the remaining balance in five installments of ₹ 15,000 each payable annually on 31st March. Flex Ltd. charged interest @ 5% p.a. on yearly balances. Rupali Ltd. decided to provide depreciation @ 10% on reducing balance method.

Prepare:

- 1) Printing Machine
- 2) Flex Ltd Account in the books of Rupali Ltd.

Q.3 On 1st January 2013 Machinery purchased by Mr. Rohit at a cost of ₹ 2,50,000 for **(10)** a term of 5 years. He proposed to depreciate the machinery by the annuity method charging 5% interest. If annuity of Re.1 for 5 years at 5% is 0.230975.

Prepare Machinery Account for 5 Years. Interest is to be calculated to the nearest rupee.

Q.4 Write short notes on any **TWO** of the following : **(10)**

- a) Method of Depreciation
- b) Royalty
- c) Features of Computerized Accounting
- d) Features of Hire Purchase System

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