

BACHELOR OF COMMERCE (CBCS - 2018 COURSE)
F. Y. B. Com. Sem-I : WINTER :- 2021
SUBJECT: FINANCIAL ACCOUNTING-I

Day : Wednesday
 Date 19-01-2022

W-18127-2021

Time : 10:00 AM-01:00 PM
 Max. Marks: 60

N.B.:

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

Q.1 What is Financial Accounting? State Nature and Scope of Financial Accounting. (12)

OR

- a) Write note on Accounting standard I. (06)
- b) Explain Procedure for issue of Accounting Standards. (06)

Q.2 Following is the Balance Sheet of M/s Sunita and Sarika as on 31st March 2019. (12)

Balance Sheet as on 31st March 2019

Liabilities	₹	Assets	₹
Capital		Cash at Bank	20,000
Sunita	60,000	Stock	80,000
Sarika	88,000	Sundry Debtors	96,000
Sundry Creditors	1,20,000	Furniture	20,000
Bank Loan	80,000	Plant and Machinery	1,20,000
Bills Payable	32,000	Investment	64,000
Reserve Fund	40,000	Profit and Loss A/c	20,000
	4,20,000		4,20,000

The firm was dissolved on 31st March 2019 and the following was the result.

- a) Sarika took over investments at an agreed value of ₹51,200 and agreed to pay off Bank Loan.
- b) The assets were realized as follows.

i) Stock ₹ 72,000	iii) Plant Machinery ₹ 96,000
ii) Furniture ₹ 16,000	iv) Debtors ₹ 88,000
- c) The expenses of dissolution amounted to ₹6000.
- d) The Sundry creditors were paid @2% discount and bills payable were paid in full.

Prepare

- | | |
|--------------------|----------------------------|
| i) Realization A/c | iii) Partners' capital A/c |
| ii) Bank A/c | |

Q.3 Ravi, Kiran and Bhanu are partners sharing profits and losses in the ratio of 2:2:1 respectively. They decided to dissolve the partnership on 31st March 2018 on which data their Balance Sheet was as follows. (12)

Balance Sheet as on 31st March 2018

Liabilities	₹	Assets	₹
Capital A/c		Cash	16,200
Ravi	1,14,000	Sundry Asset	2,83,800
Kiran	72,000		
Bhanu	54,000		
Bhanu's Loan A/c	15,000		
Sundry Creditors	45,000		
	3,00,000		3,00,000

P.T.O.

The assets were realized in installments and payment was made in due order of payment. Creditors were paid ₹ 43,500 in full settlement of their claim. Expenses on realization were estimated to be ₹ 8,100 but actual amount spent on this was ₹ 6,000 only on 30th June 2018.

Assets were realized as follows.

On 30 th April 2018	₹. 37,800
On 31 st May 2018	₹. 90,000
On 30 th June 2018	₹. 1,20,000

Prepare statement showing:

- i) Surplus Capital ii) Piecemeal Distribution of Cash

- Q.4** A, B and C who are partners in the firm sharing profits and losses in the ratio of 2:2:1 respectively. They decided to convert their firm into X Ltd. The Balance Sheet of their firm on the data of conversion shows the following position. (12)

Balance Sheet as on 31st March 2018

Liabilities	₹	Assets	₹
Capital A/c		Building	15,000
A	15,000	Plant & Machinery	9,000
B	14,000	Motor Van	6,000
C	8,500	Furniture	1,250
Sundry Creditors	12,000	Stock	2,350
Bills Payable	750	Sundry Debtors	13,000
General Reserve	3,000	Investments	3,000
		Cash at Bank	3,650
	53,250		53,250

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
Good will	2,000

Sundry debtors subjects to 5% R.D.D. The company has also agreed to take over Sundry creditors at ₹ 11,000. The purchase consideration was paid by the company by issuing sufficient number of shares of ₹ 100 each fully paid at par. The firm sold investment for ₹ 4,000 and paid Bills payable fully. The Motor van was taken over by 'A' at Book value. The firm paid realization expenses of ₹ 400.

Prepare

- i) Realization A/c ii) Partners' Capital A/c

- Q.5** Write short notes on **ANY THREE** of the following: (12)

- Purchase consideration
- Piecemeal Distribution of Cash
- Causes of Dissolution
- Accounting Standard 1

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