

BACHELOR OF COMMERCE (CBCS - 2018 COURSE)
F. Y. B. Com. Sem-II :SUMMER- 2022
SUBJECT : FINANCIAL ACCOUNTING-II

Day : Monday
Date : 4/7/2022

S-18138-2022

Time : 11:00 AM-02:00 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 computerized Accounting? Explain features of computerized Accounting. (12)

OR

- a) Write a note on different accounting packages. (06)
- b) Differentiate between Hire purchase and Instalment system. (06)

Q. 2 Nilesh owned a patent of safety lock. He granted Lock & Lock Co. a license of 7 years to manufacture and sell the locks on the following terms: (12)

- a) Lock & Lock Co. to pay Nilesh a Royalty of ₹ 5 each lock sold with minimum annual payment of ₹ 50,000. Account to be settled annually on 31st March.
- b) If any year the Royalties calculated on the lock sold is less than ₹ 50,000 Lock & Lock Co. is to have the right to deduct the deficiency from the royalties' payable in excess of that sum in the following two years. The number of locks sold was as follows:

Year	No. of locks sold
2017	8,000
2018	9,000
2019	11,000
2020	18,000

You are required to prepare:

- i) Royalty A/c ii) Short working A/c

In the books of Lock & Lock Co.

Q. 3 Ritesh Ltd. Purchased heavy machinery from Aniket Ltd. on hire purchase system on 1st April, 2017 paying ₹ 20,000 on signing the contract and agreed to pay remaining in three instalments of ₹ 40,000 each payable annually on 31st March. Cash price of machinery is ₹ 1,20,000. Aniket Ltd. charged interest @ 10 % p. a. Ritesh Ltd. charged depreciation @ 10 % every year on cash price of machinery on straight line method. (12)

You are required to prepare:

- i) Machinery A/c ii) Interest A/c

In the books of Ritesh Ltd.

P. T. O.

Q. 4 An asset is purchased for ₹ 60,000 on 1st April, 2016. Its life is 4 years and at the end of it there will be no scrap value. It has been decided to write off depreciation under Annuity method. Rate of interest is 5 % p. a. The annuity table shows that the amount necessary to write off ₹ 1 in 4 years with interest at 5 % is ₹ 0.282012. **(12)**

Prepare Asset Account and Interest Account. Interest is to be calculated to the nearest rupee.

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

- a) Sinking Fund Method
- b) Advantages of Computerized Accounting
- c) Features of Hire Purchase System
- d) Nature of Royalty
- e) Minimum Rent Account

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