

MASTER OF COMMERCE (CBCS - 2018 COURSE)
M.Com. Sem-IV :SUMMER- 2022
SUBJECT : ADVANCED ACCOUNTING-VII

Day : Wednesday
Date : 6/7/2022

S-18547-2022

Time : 03:00 PM-06:00 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** Sahani Traders Channai, has a branch at Shahapur. Branch sells the goods for cash and credit. Goods are supplied from Chennai at cost price and all expenses are paid by Head Office only. From the following particulars prepare Shahapur Branch Trading and Profit and Loss Account and Shahapur branch account in the books of the head office. **(16)**

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Opening balances as on 1-4-2017:	
i) Stock at cost price	9,000
ii) Debtors	23,000
iii) Petty cash	300
Good from Head Office	57,000
Goods returned by customers	500
Total turnover during the year	80,000
Goods returned to Head Office	700
Cash Sales	24,000
Discount allowed to customers	2,300
Allowances to Debtors	300
Bad Debts	400
Rent and Rates	1,800
Salaries	3,000
Wages	2,200
Petty expenses paid by Branch	1,500
Loss of goods at Branch Office	1,200
Closing balances as on 31-3-2018	
i) Stock at cost price	12,000
ii) Debtors	24,000
iii) Petty cash	200

OR

- a) What do you mean by independent branch? State the various types of branches. **(08)**
 - b) Explain in detail books maintained by independent branch? **(08)**
- Q.2** X Ltd., issued 6, 00, 000 Equity Shares, which were Underwritten as follows: **(16)**

A	2,40,000 shares
B	1,20,000 shares
C	1, 80, 000 shares
D	60, 000 shares

P.T.O.

The above mentioned underwriters made firm underwriting as follows:

A	30,000 shares
B	15,000 shares
C	15,000 shares
D	10,000 shares

Total applications including firm underwriting received for 4,80,000 shares of which marked applications were as follows:

A	1,80,000 shares
B	64,000 shares
C	1,20,000 shares
D	66,000 shares

You are required to show the allocation of liability.

OR

- a) What is the difference between Marked and Unmarked Applications? (08)
- b) Discuss various features of the underwriting accounts. (08)

- Q.3** Rohini Ltd., sales his products in packages charging them out at Rs. 22 each. (16)
 Customers are credited at Rs. 18 per package, if it is returned within six weeks.
 For accounting purpose at the end of the year all stocks with customers and in factory are valued at Rs. 14 per package, except those representing new ones which are valued at their purchase price i.e., Rs. 15 each.

The following particulars are available for the year ended 31st March, 2019.

No. of packages with customers (01.04.2018)	6,800
No. of packages sent out to customers	10,500
No. of packages returned by customers	3,400
No. of packages destroyed by fire	200
No. of packages sold as scrap (for Rs. 300)	50
No. of packages in hand (01.04.2018)	5,000
No. of packages with customers (31.03.2019)	4,600

Purchases during the year 11,000 packages for Rs. 1,65,000/-.

You are required to prepare:

- i) Packages Stock Account.
 ii) Packages Trading and Profit and Loss Account.

OR

- a) What are the different prices considered while accounting the returnable packages? (08)
- b) What are the obstacles and challenges in the introduction of international accounting standard? (08)

- Q.4** Write short notes on **ANY THREE** of the following: (12)

- a) Underwriting commission
 b) Objectives of accounting standards
 c) Difference between an underwriter and a broker
 d) Importance of International accounting standard
 e) Inter branch transactions