Program:	**M.Com Part I**	**Semester:** **I**	**Program Code:** **PGCOM01**
Course:	**Advanced Financial Accounting**		**Course Code:** **59331**
Duration:	**2 Hour**	**Examination Pattern:** **NEP-Autonomous- External.**	**Max. Marks:** **50**

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Draw neat diagrams wherever necessary.
4. CO (Course Outcome), KL (Knowledge Level).

Examination:

REGULAR

Q. 1		**Case Study Analysis**	[10]	CO's	KL's
	(a)	Indian Bank provides the following particulars: S.N. | Date of Bills | Amount of Bills | Period | Rate of Discount (i) | 15-1-2023 | 90,000 | 5 months | 8% (ii) | 10-2-2023 | 60,000 | 4 months | 9% Required: Calculate the Rebate on Bills Discounted as on 31st March, 2023	03	CO6	L2
	(b)	Details of bills discounted are as follows: Value of bill (₹) | Due date | Rate of discount 18,25,000 | 5-6-2023 | 12% 50,00,000 | 12-6-2023 | 12% 28,20,000 | 25-6-2023 | 14% 40,60,000 | 6-7-2023 | 16% Calculate the rebate on bills discounted as on 31-3-2023	04	CO6	L2
	(c)	On 31st March, 2023, the Surat Bank Ltd. held the following bills: Date of Bill 2023 | Amount | Term (Days) | Discounted @ % p.a. February 11 | 60,000 | 73 | 9 February 21 | 20,000 | 90 | 12 March 9 | 35,000 | 60 | 6 Calculate the Rebate of Bills Discounted and give the necessary journal entry for recording rebate.	03	CO6	L2
Q. 2		**Attempt any ONE of the following.**	**[10]**	**CO's**	**KL's**
	(a)	The firm Hardik and Co. with its H.O. in Bhopal has a branch in Sydney. At the end of each year (December 31) a Trial Balance sent by the branch in Australian dollar currency is converted into Rupee currency at the head office. The following Trial Balance for the year has been compiled at the branch as on 31st December, 2023. Particulars | Dr. $ | Cr. $ Bills Receivable | 2,500 | Sundry Debtors | 3,800 | Sundry Creditors | | 1,100 Purchases | 13,500 | Sales | | 22,800		CO1	L3

6 2 1 3 3 6

Furniture and Fixtures	1,340		
Stock (1st January, 2023)	2,000		
Establishment Expenses	2,000		
Salaries	1,400		
Rent, Rates and Taxes	400		
Sundry Expenses	1,450		
Depreciation on Furniture and Fixtures	128		
Remittances to H.O.	1,502		
Head Office Account		6,920	
Cash on hand and at Bank	800		
Total	30,820	30,820	

The stock in hand on December 31st 2023 was $ 2,500. The rates of exchange were: From December 31st, 2022 to June 30th, 20231$ = ₹34.

From 1st July, 2023 to 31st D December, 2023 1$ = 36.

In the Bhopal books the balance of the Sydney Branch Account and of the remittances from Sydney Branch Account appear as ₹1,78,847 and ₹37,068 respectively. The original Furniture and Fixture were bought when the rate of exchange was $1 = ₹30. Convert the above Trial Balance into Rupees currency and prepare the final accounts of the branch

OR

(b) XY Enterprises has a branch in New York. As on 31st March, 2023, the Trial Balance of the Brand was as follows:

Particulars	Dr. $	Cr. $
Head Office Account		8,500
Sales		61,000
Goods from Head Office	44,000	
Stock on 1st April 2022	8,500	
Furniture	9,000	
Cash in Box	250	
Bank Balance	1,250	
Salaries	2,800	
Rent	1,200	
Insurance	150	
Outstanding Expenses		800
Sundry Debtors	3,150	
Total	70,300	70,300

CO1 **L3**

The branch account in head office shows debit balance ₹2,14,500 and goods sent to branc
balance of 13,12,500.
Depreciate Furniture @ 10% p.a.
Stock at Branch 31st March 2023 was $ 7,500.
Furniture was purchased in 2023 when one $ = 20.
Exchange rates were :
On 1-4-2022 1$ = 28
On 31-3-2023 1$ = 30
Average Rate 1$ = 29
You are required to prepare Branch Trial Balance by converting in Rupees and prepa Trading and Profit and Loss A/c for the year ended 31-3-2023, and Balance Sheet as on

Q. 3		Attempt any ONE of the following.	[10]	CO's	KL's
	(a)	From the following information prepare the Profit and Loss A/c of Trinity Bank Ltd. for the year ended 31st March 2023.		CO3	L3

Particulars	₹	Particulars	₹
Interest on Loan	25,90,000	Rent and Rates	1,80,000
Interest on Fixed Deposits	27,50,000	Interest on Overdraft	15,40,000
Rebate on Bills Discounted	4,90,000	Director's Fees	30,000
Commission	82,000	Auditor's Fees	12,000
Establishment Charges	5,40,000	Interest on Saving Bank Deposits	6,80,000
Discount on Bills Discounted (net)	14,60,000	Postage and Telegram	14,000
Interest on Cash Credits	22,30,000	Printing and Stationery	29,000
Interest in Current Account	4,20,000	Sundry Charges	17,000

Bad debts to be written off amounted to₹ 4,00,000.
Provision for taxation may be made at 55% of net profit. Show your workings.
Transfer to statutory reserve to be @ 25%

OR

	(b)	The following balances have been extracted from the books of B Bank Ltd. as on 31st March, 2023. Prepare the relevant Profit and Loss Account and Extract of Schedule 2.		CO3	L3

Particulars	(₹'000)
Interest on Fixed Deposits	2,00,000
Profit on Sale of Investment	80,000
Interest on Saving Deposits	400,000
Loss on Sale of Fixed Asset	20,000
Commission and Brokerage (Cr.)	50,000
Dividend Received	10,000
Interest and Discount	15,00,000
Interest on Investments	40,000
Salaries, Allowances	1,02,000
Salary to General Manager	48,000
Director's Fees	10,000
Rent and Rates	40,000
General Expenses	6,000
Stationery and Printing	10,000
Audit Fees	4,000

Rebate on bills discounted for unexpired term amounted to ₹10,000. Create provision for taxation 2,00,000 and for doubtful debts₹ 60,000.₹15,000 to be transferred to General Reserve.

Q. 4		Attempt any ONE of the following.	[10]	CO's	KL's
	(a)	Modern Insurance Company's Fire Insurance division provide the following information, show the amount of claim as it would appear in the Revenue Account for the year ended 31st March, 2023.		CO2	L3

Particulars	Direct Business₹	Re-Insurance ₹
Claim paid during the year	35,30,000	8,20,000
Claim received	-	3,20,000
Claim payable 1st April, 2022 31st March, 2023	 8,23,000 8,75,000	 58,000 87,000
Claim Receivable: 1st April, 2022 31st March, 2023	 - -	 85,000 1,42,000
Expenses of Management (includes 38,000 Surveyor's fee and 42,000 Legal expenses for settlement of claims)	3,45,000	-

OR

	(b)	From the following, you are required to calculate the loss on account of claims to be shown in the Revenue Account for the year ending 31-3-2022.		CO2	L3

Intimated in	Admitted in	Paid in	₹
2020-21	2020-21	2021-22	45,000
2021-22	2021-22	2022-23	30,000
2019-20	2020-21	2020-21	15,000
2019-20	2020-21	2021-22	36,000
2021-22	2022-23	2022-23	24,000
2021-22	2021-22	2021-22	3,06,000

Claim on account of re-insurance was 75,000.

Q. 5		Attempt any ONE of the following.	[10]	CO's	KL's
	(a)	From the following Trial Balance of Apna Consumers Co-operative Stores Ltd, as on 31-3-2023, prepare Trading and Profit and Loss Account for the year ended 31-3-2023 and Balance Sheet as on that date in the prescribed 'N' form, after considering the adjustments given thereafter:		CO1	L3

Particular	Dr.	Cr.
Share Capital		33,600
Reserve Fund		6,000
Creditors		4,000
Profit and Loss Account (Balance as on 1-4-2022)		17,600
Opening Stock	39,200	
Furniture	12,400	
Container Deposit	3,200	
Salaries	30,000	
Debtors	6,000	
Commission	8,800	
Rent and Taxes	6,000	
Postage and Telephone	800	
Travelling Expenses	1,800	
Printing and Stationery	1,400	
Admission Fees		200
Purchases	6,34,000	

		Freight	12,000				
		Wages	4,000				
		Investments	60,000				
		Sales		7,62,000			
		Cash in Hand	600				
		Bank Balance	4,000				
		Development Fund		800			
			8,24,200	**8,24,200**			

Adjustments :

1. Closing Stock was valued at ₹ 44,000.
2. Rent was outstanding₹400 and Commission payable was 2,000.
3. Salary of 800 was paid in advance.
4. Interest accrued on investment 2,000.
5. Depreciate Furniture at 10% p.a.
6. It is proposed to transfer to : Building Fund Fund 25% of current year's net profit, 12,000, Development Fund₹2,000 and to Reserve

OR

(b) From the following Trial Balance of Sadhna Consumer's Co-operative Society Ltd. as on 31st March 2023 prepare the Final Accounts in the prescribed format.

Trial Balance

Particulars	**Dr.**	**Cr.**	**Particulars**	**Dr.**	**Cr.**
Share Capital		1,00,000	Purchases	12,05,000	
Deposit from Members		50,000	Due from Customers	56,000	
Sales		14,50,000	Carriage Inwards	4,000	
Purchases Returns		6,000	Sales Returns	3,000	
Due to Suppliers		11,000	Rent (for 10 months)	10,000	
Interest on Investment		11,000	Audit Fees	2,000	
Rebate Received		2,000	Sales Tax	3,000	
Common Good Fund		4,000	Staff Salary	50,000	
Price Fluctuation Fund		3,000	Printing and Stationery	10,000	
Reserve Fund		25,000	Investments	2,00,000	
Cash in Hand	200		Stock in Trade	30,000	
Cash at Bank	76,200		Interest Paid	2,600	
Furniture	10,000				
				16,62,000	**16,62,000**

Adjustments :

(1) Value of Closing Stock on 31st March, 2023 was ₹ 75,000.
(2) Depreciation on Furniture @ 10% p.a. for full year.
(3) Interest accrued on Deposits₹ 5,000 and interest accrued on investment 1,200.
(4) Salary includes advance of ₹ 6,000 paid against salary of April, 2023.
(5) Outstanding Sales Tax of 2,000.

CO1 **L3**

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