

INTERNAL ASSESSMENT

SEMESTER-III

Financial Accounting- II
(UG BCOM-M-T-3)

FULL MARKS:15

1X5=15

Answer any *One* question:

1.

Following particulars related to Ahmedabad Branch for the year ended 31st March, 2008.

You are required to prepare necessary A/cs. in the books of Bombay H.O.

Particulars	
Opening Balance on 1-4-2007	
Petty cash at Branch	450
Stock at Branch	22,500
Debtors at Branch	45,000
Transaction During the year	
Goods sent to branch	3,78,000
Goods returned by the branch	3,000
Remittance at Branch	
For cash sales	90,000
Collection from debtors	3,15,000
Credit Sales	3,42,000
Cheques Sent to Branch	
For Salaries	13,500
For Rent	2,250
For Petty Cash	1,650
Closing Balance on 31-3-2008	
Petty cash	300
Stock at Branch	37,500

2.

ABC Ltd. bought on 1.1.86 a machine from XYZ Ltd. Under a hire purchase system of payment under which three annual instalments of Rs. 2,412 would be paid. There is no down payment and the cash price is Rs. 6,000, The rate of interest would be 10% and depreciation @ 20% p.a. would be charged on straight line basis.

Solution :

Let us first find out all the information required.

- 1) Date of Purchase – January 1,1986; No down payment.
- 2) ~~Date at~~ which the instalments become due –December 31,1986,1987and 1988.
- 3) Date of closure of accounts – ~~December 31~~.
- 4) ~~Cash Price~~ – Rs. 6,000.
- 5) ~~Hire Purchase Price~~ – Rs. 2,412 x 3 = Rs. 7,236.
- 6) Number, ~~amount~~ and mode of each instalment 3 instalments of – Rs. 2,412 each payable annually.
- 7) ~~Rate of Interest~~ – 10% p.a.
- 8) ~~Rate of Depreciation~~ – 20% p.a.
- 9) ~~Method of Depreciation~~ – Straight Line.