

**Indian Maritime University**  
**BBA (LRE) - UG31T2203 - FINANCIAL ACCOUNTING II**  
**B.B.A (Logistics, Retailing and E-Commerce)**  
**Max. Marks: 70 Marks** **Pass Mark:35**  
**Duration:3 Hours** **Date – 22.06.2022**  
**June 2022 End Semester Examinations**

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Part A

Answer all the Questions: 10 x 1 mark = 10 marks

1. Decrease in the value of natural assets is known as.....?
  - (a) Depreciation
  - (b) Depletion
  - (c) Amortization
  - (d) None of the above
2. Goods are supplied by the head office to dependent branches are at:
  - (a) Cost price
  - (b) Invoice price
  - (c) Market price
  - (d) Cost or invoice price
3. The written form of partnership agreement is call as.....?
  - (a) Partnership deed
  - (b) Partnership bond
  - (c) Both of the above
  - (d) None of the above
4. Departmental Accounts are prepared to ascertain.....?
  - (a)Departmental efficiency
  - (b) Worker's efficiency
  - (c) Sales income
  - (d) Share value
5. The depreciation on an asset purchased through hire purchase should be.....?
  - (a) Should be straight line only

- (b) Based on the cost price of the asset only
  - (c) Based on the total cost including interest
  - (d) No depreciation should be provided
6. The period for which a policy taken is known as ..... Period?
- (a) Indemnity
  - (b) Short sales
  - (c) Long
  - (d) Fixed
7. Under depreciation, the loss on sale of an asset is debited to.....?
- (a) Profit and Loss Account
  - (b) Trial Balance credit side
  - (c) Balance Sheet
  - (d) Trading Account
8. In the absence of partnership deed, profit and loss will be divided among the partner.....?
- (a) Profit sharing ratio
  - (b) Equally
  - (c) Capital ratio
  - (d) None of the above
9. The consideration in insurance for covering the risk is called.....?
- (a) Claim
  - (b) Premium
  - (c) Annuity
  - (d) None of these
10. In departmental accounting, Advertisement is apportioned on the basis of.....?
- (a) sales
  - (b) goods manufactured
  - (c) purchases
  - (d) value of plant

## Part B

### Answer any 5 Questions: 05 X 02 = 10 Marks

11. State the concept of Leasing?
12. Differentiate between Reserve and Provision?
13. Saloni and Srishti are partners in a firm. Their capital accounts as on April 01, 2019 showed a balance of Rs. 2,00,000 and Rs. 3,00,000 respectively. On July 01, 2019, Saloni introduced additional capital of Rs. 50,000 and Srishti, Rs. 60,000. On October 01 Saloni withdrew Rs. 30,000, and on January 01, 2020 Srishti withdraw, Rs. 15,000 from their capitals. Interest is allowed @ 8% p.a. Calculate interest payable on capital to both the partners during the financial year 2019–2020.
14. What are the limitations of Straight Line Method?
15. Explain the essential features of Partnership?

## Part C

### Answer Any 5: 05 X 10=50 Marks

16. Sameer and Yasmin are partners with capitals of Rs.15,00,000 and Rs. 10,00,000 respectively. They agreed to share profits in the ratio of 3:2. Show how the following transactions will be recorded in the capital accounts of the partners in case:(i) the capitals are fixed, and (ii) the capitals are fluctuating. The books are closed on March 31, every year.

Particulars	Sameer	Yasmin
Additional capital contributed on October 2019	3,00,000	2,00,000
Interest on capital	5 % p.a.	5 % p.a.
Drawings (during 2019-20)	30,000	20,000
Interest on drawings	1,800	1,00
Salary	20,000	

Commission	10,000	7,000
Share in Profit for the year 2019-20	60,000	40,000

17. Distinguish between Hire purchase system and Instalment purchase system?

18. Roy & Co. Kolkata has a branch at Guwahati for sale of its goods. For the year ending March 31, 2014 the following particulars are furnished:

Goods sent to branch Rs. 142000

Goods returned by the branch Rs. 4000

Cash Sales Rs. 79000

Credit Sales Rs. 202000

Cash received from customer Rs. 189500

Branch expenses paid by H.O.:

Rent Rs. 10000

Salaries Rs. 30000

Cash sent by the H.O. to branch for petty cash Rs. 5000

Other details:

	1st April, 2013	31st March, 2014
Branch Stock	Rs. 44500	Rs. 27000
Branch debtors	Rs. 23500	?
Petty cash at branch	Rs. 100	Rs. 150

Prepare Guwahati branch account in the books of Head Office.

19. Explain the causes of Depreciation?

20. On 15th June 2015, the premises and stock of a firm was destroyed by fire but the accounting records were saved from which the following particulars are available:

Stock on 1.1.2014	73,500
Stock on 31.12.2014	81,900
Purchases for the year 2014	3,98,000

Sales for the year 2014	4,87,000
Purchases from 1.1.2015 to 15.6.2015	1,62,000
Sales from 1.1.2015 to 15.6.2015	2,31,200

The stock salvaged was 5,300. Show the amount of claim.

21. Z Ltd. has three departments and submits the following information for the year ending on 31st March, 2021:

	A	B	C	Total
Purchases (units)	6,000	12,000	14,400	
Purchases (Amount)				6,00,000
Sales (Units)	6,120	11,520	14,976	
Selling Price (per unit)	40	45	50	
Closing Stock (Units)	600	960	36	

You are required to prepare departmental trading account of Z Ltd., assuming that the rate of profit on sales is uniform in each case.

22. Salman and Usman Bros. acquired a machine on July 1, 2008 at a cost of 70,000 and spent 5,000 on its installation. The firm writes off depreciation @ 10% on straight line method. The books are closed on December 31 every year. Show the machinery and depreciation account for three years.

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