

The Stock on 31st March 2023 was as follows :

Raw Materials Rs. 4,000;

Work-in-progress Rs. 4,500;

Finished goods Rs. 28,000.

15

Roll No.

Total Pages : 4

352103

December-2023

**B.Com. (Honours) 1st Semester
Financial Accounting (BCOM-BCH-103)**

Time : 3 Hours]

[Max. Marks : 75

Instructions :

1. It is compulsory to answer all the questions (1.5 marks each) of Part-A in short.
2. Answer any four questions from Part-B in detail.
3. Different sub-parts of a question are to be attempted adjacent to each other.

PART-A

1. (a) Accounting treatment of GST. (1.5)
(b) What is management accounting? (1.5)
(c) What is artificial intelligence? (1.5)
(d) Branch Accounting. (1.5)
(e) LIFO vs. FIFO. (1.5)
(f) What is lease financing? (1.5)
(g) Explain the concept of business income. (1.5)
(h) Revenue recognition. (1.5)
(i) Relevance of accounting period. (1.5)
(j) Branch Accounting. (1.5)

PART-B

2. Explain various concepts and conventions of financial accounting. (15)
3. Explain the accounting for property, plant and equipment with reference to ASIO and impact of depreciation on measurement of business income. (15)
4. Explain the functions, advantages and limitations of accounting. (15)
5. Explain various provisions for preparation of financial statements of non profit organisation. (15)
6. Adani Softex Ltd. has taken the assets on lease from Mittal Impex Ltd. The information is given below :

Lease term	4 years
Fair value at inception of lease	Rs. 16,00,000
Lease Rent	Rs. 5,00,000 p.a. at the end of year
Guaranteed Residual Value	Rs. 1,00,000
Expected Residual Value	Rs. 3,00,000
Implicit Interest Rate	14.97%

Do the accounting in the books of lessee? (15)

7. From the following Trial Balance prepare the Trading and Profit and Loss Account for the year ending 31st March, 2023 and the Balance Sheet as on that date :

Particulars	Debit in Rs.	Credit in Rs.
Shri Dhanker's Capital Account		41,000
Shri Dhanker's Drawing Account	6,100	
Mrs. Dhanker's Loan Account		4,000
Sundry Creditors		45,000
Cash in Hand	250	
Cash at Bank	4,000	
Sundry Debtors	40,500	
Patents	2,000	
Plant and Machinery	20,000	
Land and Buildings	26,000	
Purchases of Raw Materials	35,000	
Raw Material : 1.4.22	3,500	
Work-in-process 1.4.22	2,000	
Finished Stock 1.4.22	18,000	
Carriage Inwards	1,100	
Wages	27,000	
Salary of Works Manager	5,600	
Factory Expenses	3,400	
Factory Rent and Taxes	2,500	
Royalties (paid on sales)	1,200	
Sales (less Returns)		1,23,400
Advertising	3,000	
Office Rent and Insurance	4,800	
Printing and Stationery	1,000	
Office Expenses	5,800	
Carriage Outwards	600	
Discounts	1,400	2,100
Bad debts	750	
Total	2,15,500	2,15,500