

JK Lakshmipat University
Institute of Management
Jaipur

RE-TEST- END TERM EXAMINATION- Jan 2020

BBA Sem I
MM: 40 Marks

Course: Accounting for Business
Time: 2 Hours
Subject code: FA1101

Answer any 4 question of 10 Marks Each.

Q1. The following balances were taken from the books of M/s Divya Agarwal on 31st March, 2008. Prepare Trading , Profit & Loss and balance sheet. (10 marks).

Capital	1,00,000	Drawings	17600
Purchases	80000	Sales	140370
Purchase Returns	2820	Opening Stock	11460
Rent(Cr)	2100	Railway freight on goods sold	16940
Carriage Inwards	2310	Office Expenses	1340
Printing & Stationary	660	Bad debts	1400
Bad debt Provision (on 1 st April, 2007)	3240	Rates & Insurance	1300
Discount (Cr.)	190	Bills Receivable	1240
Sales Returns	4240	Wages	6280
Buildings	25000	Postage & Telegrams	820
Sundry Debtors	62070	Sundry Creditors	18920
Cash at Bank	12400	Cash in Hand	2210
Office Furniture	3500	Salary & Commission	9870
Addition to Building	7000		

Adjustments:

- i. Depreciate old buildings at 2.5% and new additions to buildings @ 2% and office furniture @ 5%.
- ii. Write off further Bad debts Rs. 570.
- iii. Provide provision for doubtful debts @ 6%
- iv. outstanding salary Rs. 570.
- v. Rent Receivable Rs. 200.
- vi. Unexpired Insurance Rs. 240.
- vii. Closing Stock on 31st March 2008 Rs. 14290.

Q2. The following are the Balance sheet of Dushyant Choudhary Ltd for the years 2010 and 2011. Prepare a comparative Balance sheet and study the financial position of the concern.

Equity & Liabilities	2010 ₹	2011 ₹	Assets	2010 ₹	2011 ₹
Equity share capital	6,00,000	8,00,000	Land & Buildings	3,70,000	2,70,000
Reserve & Surplus	3,30,000	2,22,000	Plant & Machinery	4,00,000	6,00,000
Debentures	2,00,000	3,00,000	Furnitures	20,000	25,000
Long-term loan	1,50,000	2,00,000	&Fixtures	25,000	30,000
Bills Payable	50,000	45,000	Other fixed assets		
Sundry Creditors	1,00,000	1,20,000	Cash in hand & at	20,000	82,000
Other Current liabilities	5,000	10,000	Bank	1,50,000	90,000
			Bills Receivable	2,00,000	2,50,000
			Sundry debtors	2,50,000	3,50,000
			Stock		
Total	14,35,000	16,97,000	Total	14,35,000	16,97,000

Q3.

. Complete the following balance sheet, assuming that only the equity capital and retained profit figures are given (10 marks).

	Rs.		Rs.
Equity capital	3,00,000	Fixed Assets	
Retained Earnings	3,00,000	Inventories	
Creditors		Debtors	
		Cash	
	Total		Total

You are given with further following information.

Total debt is two-thirds of net worth; turnover of total assets is 1.8; Debtors collection period is 30 days (360 days assumed in a year); turnover of inventory is 5 ; cost of goods sold in a year is Rs. 9,00,000; and the acid test ratio is 1:1.

Q4. Write Short notes on any 2

1. Management Accounting VS. Financial Accounting
2. Costing accounting methods
3. Different methods for pricing of issue of material

Q5. Make a classification of overheads and discuss the various bases for apportion of overheads.

Q6 The books of Jealous Manufacturing Company present the following data for the month of April,2015. Direct labor cost Rs. 17,500 being 175% of the works overhead; cost of goods sold excluding administration expenses Rs.56,000.

Inventory account showed the following opening and closing balances:

	April 1	April 30
Raw materials	8,000	10,600

Work-in-progress	10,500	14,500
Finished Goods	17,600	19,000
Selling expenses	Rs.3,500	
General and Administration Expenses	Rs.2,500	
Sales for the month	Rs.75,000	

You are required to (i) compute the value of material purchases. (ii) Prepare a statement of cost showing the various elements of cost and also the profit.

