

Total No. of Questions : 5]

SEAT No. :

P2877

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[5801] - 202

F.Y. B.Com.

**122 : FINANCIAL ACCOUNTING - II**  
**(2019 Pattern) (CBCS) (Semester - II)**

Time : 2½ Hours]

[Max. Marks : 50

Instructions to the candidates :

- 1) All questions are compulsory.
- 2) Figures to the right indicate full marks.

Q1) A) Fill in the Blanks (5 Out of 7) :

[5]

- i) \_\_\_\_\_ is the shortcut key for ledger creation.
  - a) Ctrl + C
  - b) Alt + C
  - c) Alt + L
  - d) Ctrl + A
- ii) Electricity Expenses Ledger account is created under the \_\_\_\_\_ group.
  - a) Indirect Incomes
  - b) Indirect Expenses
  - c) Capital
  - d) Fixed Assets
- iii) Receipts and Payments Account is a \_\_\_\_\_.
  - a) Nominal Account
  - b) Personal Account
  - c) Real Account
  - d) Capital Account
- iv) Excess of expenditure over income of a Non-profit organization is known as \_\_\_\_\_.
  - a) Loss
  - b) Profit
  - c) Surplus
  - d) Deficit
- v) Under Average Profit Method; Goodwill = \_\_\_\_\_ x No. of years purchase.
  - a) Super Profit
  - b) Annuity Value
  - c) Average Profit
  - d) Total Profit
- vi) Goodwill is an \_\_\_\_\_ asset.
  - a) Tangible
  - b) Intangible
  - c) Slow
  - d) Current
- vii) \_\_\_\_\_ refers to the value of reputation or name and fame of a business.
  - a) Capital
  - b) Loan
  - c) Creditors
  - d) Goodwill

P.T.O.

B) Match the Pair (5 Out of 7) : [5]

Group 'A'		Group 'B'	
i)	Lapse of shortworkings	a)	Normal Rate of Return
ii)	Royalty	b)	Gives exclusive rights to authors of original work
iii)	Lease Agreement	c)	An agreement between lessor and lessee
iv)	NRR	d)	When shortworkings cannot be recouped
v)	Copy Right	e)	Periodic Payment to owner for using his asset
vi)	Life Membership Fees	f)	Income & Expenditure A/c
vii)	Revenue Receipts	g)	Capital Receipt

Q2) Write Short Notes (Any 2 out of 4) [10]

- Approaches on valuation of intangible assets.
- Features of income and expenditure account.
- Explain with Example the term 'Shotworkings'.
- Explain in brief the term 'Goodwill'.

Q3) Following is the Receipts and Payments Account of Residency Sports Club, Raipur for the year ended 31<sup>st</sup> December, 2019. [8]

**Receipts and payments Account for the year ended 31<sup>st</sup> December, 2019**

Dr.

Cr.

Receipts	Rs.	Payments	Rs.
To Balance B/D		By Rent and Rates	4,600
i) Cash in Hand	1,500	By Stationery Expenses	1,300
ii) Cash at Bank	9,000	By Printing	1,800
To Entrance Fees	1,250	By Salaries	9,900
To Membership Fees	1,000	By Repairs to Furniture	900
To Subscriptions	16,800	by Honorarium to Secretary	3,600
To Miscellaneous Receipts	500	By Other Expenses	600
To Locker Rent	4,600	By Telephone Charges	750
To Non-Members Fees	2,000	By Insurance	1,000
To Social Events Receipts	1,350	By Social Events Expenses	200
		By Balance C/D	
		i) Cash in Hand	350
		ii) Cash at Bank	13,000
<b>Total</b>	<b>38,000</b>	<b>Total</b>	<b>38,000</b>

**Additional Information :**

- a) Subscriptions of Rs. 3,000 is outstanding for 2019.
- b) Entrance Fees and Membership Fees are to be treated as capital receipts in full.

You are required to prepare Income and Expenditure Account for the year ended 31<sup>st</sup> December, 2019.

**Q4)** Janseva Traders, Kolhapur has earned competeble profits, after providing for taxation, during the last five years as under : [7]

Years	2016	2017	2018	2019	2020
Profits (Rs.)	40,000	41,000	47,000	46,000	46,000

The Capital Employed in the Business Rs. 4,00,000 on which the reasonable rate of return of 10% is expected.

Calculate the Value of Goodwill as per

- a) Capitalisation of Average Profit Method and
- b) Capitalisation of Super Profit Method.

**Q5)** B Ltd. leased a piece of Land from A Ltd. for fifteen years from 1<sup>st</sup> January, 2018 on the following terms :

- a) B Ltd. shall pay a Minimum Rent of Rs. 60,000 for the first year with an annual increase of Rs. 2,000 per year in every subsequent year.
- b) Royalty to be paid at Rs. 5 per ton of coal raised.
- c) Shortworkings are to be recouped in the first three years of Royalty Agreement.
- d) The Actual output for the first four years was as follows :

Years	2018	2019	2020	2021
Output (Tons)	8,000	10,000	14,000	16,000

- i) Prepare Working Table [7]
- ii) You are required to Pass Necessary Journal entries for two years in the books of A Ltd. i.e. Landlord only. [8]

