

**S. B. B. Alias APPASAHEB JEDHE ARTS, COMMERCE & SCIENCE COLLEGE, PUNE 02.**

TERM END EXAM - 2016 - 2017

SUBJECT :- ADVANCED ACCOUNTING

T. Y. B.Com.

Time - 2 hrs.

Marks - 60

Instruction : 1) All questions are compulsory.

Q.1 A) State whether the following statement are true or false.

If false give correct statement. (Any 5).

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1. Accounting standard 17 stands for employee benefits.
2. Accounting standard 15 stands for segment reporting.
3. Every cooperative society has to transfer at least 30% of the Net Profit of each year to the Reserve Fund u/s 66.
4. Insured standing charges are nothing but the fixed expenses included in the policy of loss of profit.
5. Profit on exchange transactions appear under schedule number 13 in bank account.
6. Non banking asset can not appear on Balance Sheet of any bank.
7. In loss of stock policy a formula to calculate G.P. ratio is  $(\text{Sales} / \text{G.P.}) * 100$ .

B) Write Short Notes on. (Any Two)

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- a) Rebate on bills discounted
- b) consequential Loss policy
- c) Accounting standard 3
- d) Accounting standard 12

Q.2 The following is the trial balance extracted from the records of Shahu Bank Limited as on 31-3-2016. You are required to prepare -

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- i) Balance Sheet as at 31-3-2016
- ii) Profit and Loss A/c for the year ended 31-3-2016 in the prescribed schedules.

## Trial Balance

Debit Balance	Amt.	Credit Balance	Amt.
Cash in hand	46,350	Capital	4,00,000
Investment	1,94,370	Security Deposit	15,000
Gold Bullion	2,70,760	Saving A/c	7,520
Interest Accrued	24,620	Current A/c	97,000
Silver Bullion	2,000	Fixed Deposit	23,050
Building	70,000	Share Premium	90,000
Money at Call and short notice	26,000	Reserve fund	1,40,000
Advances	2,00,000	Borrowings	77,230
Bills purchased and Discounted	12,500	P&L A/C (1-4-15)	6,500
Interest paid	7,950	Interest Received	72,000
Audit Fees	6,000	Rem	1,800
Salaries	22,200	Sundry Income	2,600
Postage	250	Provident Fund	20,000
M.D.'s Remuneration	12,000	Commission	25,300
Deposit with other Banks	1,05,000	Discount	42,000
Branch Adjustments	20,000		
	10,20,000		10,20,000

P.T.O.

- Adjustments -
- 1) Provide Rs. 20,000 for Income Tax.
  - 2) Provide for Rebate on bills discounted Rs. 5,000/-.
  - 3) Provision for Bad debt Rs. 7,500/-.
  - 4) Depreciate Building by 5% p.a.
  - 5) Bills for collection amounted to Rs. 1,50,000/-.

Q.3 On 1st Aug. 2015 the premises of Dharandas were destroyed by fire from the saved record following information was available.

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Stock at cost on	01/04/2014	110250
Stock valued on	31/03/2015	119400
Purchases for the year ended	31/03/2015	597000
Sales for the year ended	31/03/2015	730500
Purchases from	01/04/2015 to 01/08/2015	243000
Sales from	01/04/2015 to 01/08/2015	346800

In valuing closing stock on 31/03/2015 a portion of goods purchased for Rs. 10350/- has been valued below cost by Rs. 3450/- as it was from a poor selling line. A portion of these goods were sold in June 2015 at a loss of Rs. 2375/- on its original cost of Rs. 5175/-. The remaining stock of these goods was estimated at Rs. 2800/- subject to this gross profit was constant. The value of salvage was Rs. 700/-. The insurance policy was Rs. 40000/- and there was an average clause in the policy.

You are required to calculate insurance claim amount.

OR

Q.3 Following is the Trial Balance of Pune Consumers' Co-operative Society Ltd. for the year ended 31st March 2015. Prepare Trading Account, Profit & Loss Account for the year ended 31st March 2015 & a Balance Sheet as on that date:

Dr. Balance	Rs.	Cr. Balance	Rs.
Freehold	66,000	Unpaid Dividend	1,110
Repairs	3,300	Sundry Creditors	45,000
Insurance	3,600	Loans from Govt.	45,000
Furniture & Fittings	45,000	Loans from Banks	45,000
Dead Stock	30,000	Bad Debts Reserve	3,000
Buildings	1,35,000	Building Fund	18,000
Sundry Debtors	75,000	Depreciation Fund	25,140
Advance against Staff		Staff Provident Fund	15,000
Provident Fund	6,000	Education Fund	2,850
Investment of Staff Provident Fund	30,000	Share Capital Redemption Fund	15,000
Fixed Deposit	30,000	Reserve Fund	60,000
Investment in shares of co-op. Societies	30,000	Share Capital	3,15,000
Investment in Govt. Securities	45,000	Sale of Forms	75
Cash at bank	77,190	Commission	8,850
Cash in hand	16,350	Bank Interest	9,900
Rebate allowed to members on their purchases	1,500	Interest on Investments	2,400
Packages Charges	1,500	Dividend	3,000
Carriage & Freight	600	Share transfer fees	75
Purchases	1,93,050	Sales of baidan & other packages	1,200
Opening Stock	39,000	Sales	3,05,337

P.T.O.

Bonus to Employees	6,000		
Bad Debts written-off	1,200		
General Expenses	4,251		
Audit Fees	600		
Printing & Stationary	3,681		
Postage, Telegram & Telephone	3,000		
Rent, Rates, Taxes	3,900		
Travelling Expenses of Staff	315		
Travelling Expenses of Directors and Committee Members	3,000		
contribution to Staff Provident Fund	2,400		
Managers Salary	20,400		
Salaries & Allowances of Staff	36,000		
Bank Charges	450		
Interest Paid	7,650		
	9,20,937		9,20,937

**Adjustments :**

- 1) Charge Depreciation : Building at 5% Dead stock Rs. 3,000 & Furniture & Fixings 10%.
- 2) Additional provision for Bad Debts Rs. 2,250.
- 3) Interest accrued but not receivable Rs. 300.
- 4) Pre-paid Insurance Rs. 900.
- 5) Contribution to Education Fund Rs. 300.
- 6) Contribution to Share Capital Redemption Fund Rs. 600.
- 7) Outstanding Expenses Interest Payable Rs. 1,215.
- 8) Closing stock valued at Rs. 45,000 at cost.