



K23U 3532

Reg. No. :

Name :



**III Semester B.Com. Degree (C.B.C.S.S. – O.B.E. – Regular/
Supplementary/Improvement) Examination, November 2023
(2019 to 2022 Admissions)**

Core Course

3B03COM : ADVANCED ACCOUNTING

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **any six** questions from the following. Each question carries **1** mark. **(6x1=6)**

1. Define "Trial Balance" in accounting.
2. Briefly explain the purpose of the Manufacturing Account.
3. What do you mean by recoupment ?
4. Explain the term "Closing Entries" in accounting.
5. What is a Single-Entry System ?
6. What do you mean by Actual Cash Price ?
7. What do you mean by 'minimum rent' in royalty accounts ?
8. What is Interest Suspense Method in Hire Purchase Accounting ?

PART – B

Answer **any six** questions from the following. Each question carries **3** marks. **(6x3=18)**

9. Explain the concept of a sole trading concern and provide two advantages and two disadvantages of operating as a Sole Trader.
10. What are branch accounts in accounting and why are they maintained ? Provide an example of a situation where branch accounts are useful.
11. Explain the concept of consignment accounts in the context of goods sent on consignment. What is the role of a consignor and a consignee in this arrangement ?
12. Explain the difference between the gross profit and net profit reported in a profit and loss account.

P.T.O.



13. X purchases a truck from B, whose cash price is Rs. 60,000 on 1st Jan. 2016. Rs. 20,000 is paid at the signing of the contract and the balance is to be paid in three equal annual installments of Rs. 20,000 each. The rate of interest being 22% p.a., calculate the amount of interest included in each installment.
14. Write the accounting entries that has to be passed in the books of the lessee, for the following transactions, considering entries without a minimum rent account.
- On royalty becoming due
 - When royalty is paid
 - For transfer of royalty.
15. Goods costing Rs. 6,30,000 were sent out to consignee at a profit of 20% on invoice price. Consignee sold $\frac{2}{3}$ rd goods for Rs. 6,00,000. Consignee was entitled to an ordinary commission of 3 percent on sales at invoice price and over-riding commission of 20% of any surplus realized. Calculate the amount of consignee's commission for the above-mentioned transactions.
16. Edge Infotech Ltd. is a company that has its branch office in Delhi, India and the following is the transaction between its branch and the head office during the period January 2018 to December 2019. Assuming that the head office sends goods to the branch at the cost price, prepare the Delhi Branch Account, following the Branch Accounting principles.
- | | | |
|---|---|--------|
| Opening stock at Delhi Branch as on January 1, 2018 | = | 1,000 |
| Debtors as on January 1, 2018 | = | 2,000 |
| Goods sent to Branch by Head Office | = | 10,000 |
| Goods returned by Branch to Head Office | = | 50 |
| Cash sales | = | 5,000 |
| Credit sales | = | 8,000 |
| Cash collected from debtors | = | 7,000 |
| Salaries and wages | = | 60 |
| Rent | = | 150 |
| Sundry expenses | = | 40 |
| Closing stock as on December 31, 2018 | = | 1,500 |
| Debtors as on December 31, 2018 | = | 1,000 |



PART - C

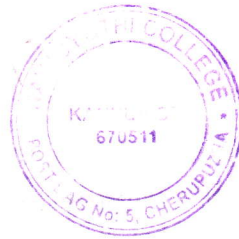
Answer **any two** questions from the following. **Each** question carries **8** marks. (2×8=16)

17. From the following Trial Balance of Faris Ali Qureshi and Bros. and additional information, prepare Trading and Profit and Loss Account and Balance Sheet for the year ended June 30th, 2019.

Particular	Dr. (Rs.)	Cr. (Rs.)	Particular	Dr. (Rs.)	Cr. (Rs.)
Capital	-	1,00,000	Transportation out	7,000	-
Furniture	20,000	-	Creditors	-	1,20,000
Purchases	1,50,000	-	Provision for bad debts	-	6,000
Debtors	2,00,000	-	Printing and stationery	8,000	-
Interest earned	-	4,000	Insurance expense	12,000	-
Salaries	30,000	-	Opening stock	50,000	-
Sales	-	3,21,000	Office expenses	12,000	-
Purchases returns	-	5,000	Bank overdraft	-	2,000
Wages	20,000	-	Drawing	24,000	-
Rent	15,000	-			
Sales return	10,000	-	Total	5,58,000	5,58,000

Additional Information :

- 1) Depreciation to furniture by 10% under Written Down Method (WDM).
 - 2) A provision for doubtful debts is to be created to the extent of 5% on sundry debtors.
 - 3) Salaries for the month of June, 2019 amounting to Rs. 3,000 were unpaid which must be provided for. However, salaries included Rs. 2,000 paid in advance. Office expenses outstanding Rs. 8,000.
 - 4) Insurance amounting to Rs. 2,000 is prepaid.
 - 5) Stock use for private purpose Rs. 6,000 and closing stock Rs. 60,000.
18. Accounting helps firms to understand the exact status of the business. Do you agree? Justify your answer by explaining the characteristics and merits of accounting.
19. Compare and contrast Hire Purchase and installment systems, highlighting the characters, merits and demerits.



K22U 3576

Reg. No. :

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**Third Semester B.Com. Degree (CBCSS – OBE – Regular/Supplementary/
Improvement) Examination, November 2022
(2019 Admission Onwards)
Core Course
3B03COM : ADVANCED ACCOUNTING**

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **any six** questions from the following. **Each** question carries 1 mark. **(6×1=6)**

1. What is self balancing system ?
2. What is statement of affairs ?
3. What is minimum rent ?
4. What is dependent branch ?
5. What is cash price ?
6. What is short workings ?
7. What is manufacturing account ?
8. Who is a hire vendor ?

PART – B

Answer **any six** questions from the following. **Each** question carries 3 marks. **(6×3=18)**

9. What are the objectives of accounting ?
10. What are the features of independent branch ?
11. How does the statement of affairs is differ from balance sheet ?
12. What are the advantages of double entry system ?

P.T.O.



13. Mr. Rahul purchased a TV on hire purchase system on 1st January 2020. As per the agreement 4 half yearly instalments of ₹ 6,000 each is to be made beginning on 30th June 2020. The rate of interest is 12% per annum. Compute cash price of TV and the interest included in each instalment.

14. From the details given below find out the Credit Sales and Total Sales :

Particulars	₹
Opening Debtors	60,000
Closing Debtors	75,000
Discount allowed	4,400
Sales Return	12,000
Bad-Debts	5,600
Provision for Bad-Debts	3,800
B/R received from Debtors	16,000
B/R dishonoured	4,000
B/R discounted	10,000
Discounted bills dishonoured	3,000
Cash Sales	1,05,000
Cash received from Debtors (including ₹ 6,000 against a debt previously written off)	3,08,000
Cheques received from Debtors	32,000

15. Mr. Manu started a business with a capital of ₹ 4,00,000 on 1st October, 2005. He borrowed from his friend a sum of ₹ 1,00,000. He brought additional capital ₹ 75,000 on 31st March, 2006. The position of his business as on 31st March 2016 was as follows :

Cash : ₹ 30,000; Stock : ₹ 4,70,000; Debtors : ₹ 3,50,000 and Creditors : ₹ 3,00,000.

He withdrew ₹ 8,000 per month during this period.

Calculate profit or loss for the period.

6. A Head Office in Chennai has a branch in Delhi to which goods are invoiced by the Head Office at 20% profit on sale price. All cash received by the branch is daily remitted to Head Office. From the following particulars, show how the Branch Account will appear in the H.O. books. Entries are to be made at Invoice Price.

Particulars	Amount	Amount
	₹	₹
Stock on January 1, 2019 (at Invoice Price)		62,500
Debtors on 1-1-2019		60,000
Goods supplied by the H.O.		2,00,000
Cash Sales		80,000
Cash received from customers		1,47,500
Goods returned to the Head Office		12,000
Cheques received from the H.O. :		
Wages and Salaries	55,000	
Rent, Rates and Taxes	15,000	
Sundry Expenses	<u>2,550</u>	72,550
Stock on 31-12-2019 (Invoice Price)		75,000
Debtors on 31-12-2019		1,12,500
Liability for petty expenses		550

PART – C

Answer any two questions from the following. Each question carries 8 marks.

(2×8=16)

17. Define Accounting. What are the merits and limitations of accounting ?
18. The following are the balances in the ledger of Mr. Rajeev for the year under 31st March 2020.

Particulars	Amount	Particulars	Amount
	₹		₹
Discount (Dr)	2,500	Advertisements	12,000
Carriage inwards	10,200	Miscellaneous expenses	3,300



K20U 1927

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**III Semester B.Com. Degree CBCSS (OBE) – Regular
Examination, November 2020
(2019 Admission Only)
Core Course
3B03 COM : ADVANCED ACCOUNTING**

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **any six** questions from the following. **Each** question carries **1** mark :

1. Define “Hire Purchase System”.
2. Explain “Goods in Transit” and “Cash in Transit”.
3. What do you mean by ‘Minimum Rent’ ?
4. Explain the uses of Incomplete Records.
5. What do you mean by “loaded price” ?
6. What is meant by “Debtors System” ?
7. What do you mean by “Delcredere Commission” ?
8. Define “Single entry system”. **(6×1=6)**

PART – B

Answer **any six** questions from the following. **Each** question carries **3** Marks :

9. A company took on lease a coal field at a minimum rent Rs. 25,000/- p.a. merging a royalty of Rs. 10/- per ton of coal raised. The results of the working of the company for the first three years are : First Year – 1,500 ton, Second Year – 1,700 ton and in the Third Year – 2,800 ton. Pass necessary journal entries to record the transactions in the books of Lessee with assumptions that there is no provision for recoupment of short working.

P.T.O.



10. On 1st April 2019, a Head office opened a Branch at Mumbai to which goods are sent at cost where sales are made both for cash and credit. The facts relate to the branch for the year 2019. Goods sent to branch Rs. 1,00,000/-, Cheque sent to branch for – Rent Rs. 5,000/-, Salary Rs. 3,500/-, Office expenses Rs. 1,500/-, Cash Sales Rs. 72,000/-, Credit sales Rs. 46,000/-, Cash received from debtors Rs. 35,000/-, Stock at branch on closing Rs. 7,000/-, Debtors at branch on closing Rs. 8,500/-. Prepare Mumbai Branch account for the year 2019.

11. Jons Umbralla, Ernakulam opened a branch at Kannur at which goods are sent at selling price which is cost plus 33.33%. The following relate to branch for the year 2019 from which you are asked to give journal entries under Stock and Debtors System :

	Rs.
Goods sent to branch (selling price)	1,85,000
Cash sales during the year	80,000
Cash received from debtors	50,000
Credit sales during the year	65,000
Discount allowed to debtors	1,500
Remittance to branch for Rent	3,500
Salary	5,300

12. A trader sells goods on hire purchase adding 70% to cost. From the following particulars, prepare Hire Purchase Trading Account and ascertain profit or loss made by him. 2019 January, Stock with customers at selling price Rs. 42,500/-, on 31st December 2019, Goods sold on hire purchase during the year at selling price Rs. 92,300/-, Cash received during the year Rs. 80,000/-. Stock with customers at selling price Rs. 31,200/-, Installment due but not received Rs. 3,750/-.

13. Make a note on “Short working” and “Floating Right of Recoupment”.

14. Mr. Jai Products of Kannur consigned on 1st January 2019, 250 Jai products at Rs. 90/- each to Naam Traders Kasargod for sale on commission at 10% on gross sales. Jai products paid Rs. 1,500/- for packing, freight and insurance. Naam Traders took delivery of the goods on 4th January after accepting a 25 days bills for Rs. 15,000/- and paid Rs. 500/- for carriage. They sold 150 Jai products @ Rs. 120/- and balance for Rs. 130/- each. Their sales expenses amounted to Rs. 600/-. On 31st January 2019 Naam traders forwarded account sales together with a draft for the balance due. Prepare Consignment Account in the books of Jai products.



- 15. Explain the difference between Branches and Departments.
- 16. On first January 2015, a mining company acquired a coal mine for 8 years. The lease contract contained a clause to the effect that the deficiency of the one year is to be set off against the royalty payable within the next two years. The details of the minimum rent and royalty for the first five years are given. Prepare the Short Working Account in the books of the Lessee.

Year	2015	2016	2017	2018	2019
Minimum Rent (Rs.)	15,000	20,000	25,000	30,000	30,000
Royalty (Rs.)	10,000	16,000	18,000	35,000	32,000

(6x3=18)

PART – C

Answer **any two** questions from the following. **Each** question carries **8** marks :

- 17. From the following information given by Mr. Jim who keeps his books under single entry system, you are required to calculate the profit or loss of the firm and also prepare the statement of affairs on the date.

Assets and Liabilities	1-1-2019	31-12-2019
Building	12,000	12,000
Furniture	600	600
Bill Payable	1,000	200
Creditors	9,000	1,500
Bills Receivables	4,000	5,000
Stocks	18,700	23,400
Debtors	12,000	14,000
Bank	4,350	(Dr.) 3,350

Additional Information :

- a) Depreciate Building and Furniture by 10%.
- b) Wages outstanding Rs. 2,500/- and Salary outstanding Rs. 1,000/-
- c) Legal expenses outstanding Rs. 500/-
- d) Insurance prepaid Rs. 480/-
- e) Provision for bad debt Rs. 1,800/-
- f) Drawings Rs. 7,500/-



18. Prepare Trading P and L A/c for the year ending 31st March 2019 and Balance Sheet as on the date from the following information available from the books of a trader :

Particulars	1-4-2018 (Rs.)	31-03-2019 (Rs.)
Cash	30	50
Bank	1,000	1,500
Debtors	1,750	2,500
Creditors	3,410	3,750
Investment	6,250	6,250
Stock	2,500	1,870

Transactions during the year 2019 were as follows :

	Rs.		Rs.
Salaries	1,500	Payment in to bank	18,750
General expenses	3,500	Additional Capital	250
Stationery	870	Payment from Bank to personal	3,250
Rent and rates	700	Cash Payment – Personal	910
Receipt from Debtors	31,250	Stock Taken for personal use	140
Lighting charge	250		
Payment to Crs.	20,000		

19. Give brief explanation on the following terms :

- Overriding Commission
- Account Sales
- Treatment of bad debt when there is delcredere commission
- Complete Repossession
- Installment System
- Hire purchase price.

(2x8=16)

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III Semester B.Com. Degree CBCSS (OBE) Reg./Sup./Imp.**Examination, November 2021****(2019 – 2020 Admission)****Core Course****3B03 COM : ADVANCED ACCOUNTING**

Time : 3 Hours

Max. Marks : 40

PART – AAnswer **any six** questions from the following. **Each** question carries **1** mark.

1. What do you mean by Recoupment of Shortworking ?
2. What do you mean by "Incorporation of Branch Trial Balance" ?
3. What do you mean by Statement of Affairs ?
4. Describe "Capital Expenditure".
5. Explain "Recurring Expenses" in Consignment account.
6. What do you mean by "Down Payment" ?
7. What is Ground Rent ?
8. What is Nominal Account ?

(6×1=6)**PART – B**Answer **any six** questions from the following. **Each** question carries **3** marks.

9. Opening balance of creditors Rs. 6,500/-, opening balance of Bills payable Rs. 4,500/-, closing balance of creditors Rs. 5,000/-, closing balance of Bills payable Rs. 7,000/-, Cash paid to creditors during the year Rs. 22,800/-, Bills payable dishonored Rs. 2,100/-, return outwards Rs. 600/-, Discount received Rs. 1,300/-, Cash purchases Rs. 29,100/- and Bills payable discharged during the year Rs. 7,200/-. Calculate total purchases.

P.T.O.



10. Calculate Closing stock and Cost of Goods Sold from the following information.
Opening Stock Rs. 20,000/-, Purchases Rs. 45,000/-, Purchases Returns Rs. 2,500/-, Sales Rs. 60,000/-, Sales Returns Rs. 4,000/-, Carriage Inwards Rs. 2,000/-, Carriage Outwards Rs. 5,000/-, Rate of Gross Profit on Cost – 33.33%.
11. Pia Traders Chennai consigned goods of the cost of Rs. 60,000/- to Mr. Reme Traders at Trivandrum. The consignor paid insurance Rs. 600/- and freight Rs. 2,800/-. The consignee took delivery of the consignment and sold some of the goods for Rs. 75,000/-. They spent Rs. 1,500 for sales expenses. The agency has to get commission of 6% on sales. The unsold goods with the consignee is valued at Rs. 8,000/-. Prepare Consignment Account in the books of Pia Traders Chennai.
12. Explain how to calculate profit or loss of any firm using single entry system, under statement of Affairs method.
13. Pass necessary adjusting journal entries in the books of head office for the following. The head office closes its books on 31st December.
- Goods sent by head office to Delhi Branch on 27th December, but reached Delhi only on 5th January of Rs. 55,000/-.
 - Goods purchased by Delhi Branch but payment for the same made by the head office Rs. 7,500/-.
 - Machinery for Branch bought by Head Office but payments for same made by the Delhi Branch Rs. 43,200/-, assets kept by Head Office.
14. Accounting is based on double entry system – Explain with the help of rules of Accounting.
15. From the information given, ascertain the amount of profit by the Mr. XYZ during the year 2019. Capital on 1-1-2019 Rs. 1,25,000/-, Capital on 31-12-2019 Rs. 2,15,000/-, Drawings during the year Rs. 15,000/-, Additional Capital introduced during the year Rs. 35,000/-, Interest on drawings Rs. 200/- and interest on capital Rs. 450/-.
16. On 1st January 2016 Mr. Bia bought a machinery of Rs. 4,00,000/- from Akai Traders under hire purchase system. Bia paid Rs. 1,25,000/- on signing the agreement and balance is agree to be paid in four equal installment at the end of each year together with interest @ 25% p.a. The machinery is depreciated @20% p.a. under fixed installment. Prepare Akai Traders Account in the books of Mr. Bia.

(6×3=18)



PART – C

Answer **any two** questions from the following. **Each** question carries **8** marks.

17. The following is the Trial Balance sent by Thana Branch to Kannur Head Office as on 31st December 2019.

Stock at branch on		Sales	1,10,000
1 st January 2019	12,000	Commission Received	2,000
Goods received from HO	24,000	Interest from Bank	200
Purchases	60,000	HO Account	22,800
Cash in hand	3,000	Creditors	15,000
Bank	4,000		
Wages	4,000		
Salaries	6,000		
Rent	2,000		
Furniture	6,000		
Debtors	20,000		
Sales Return	3,000		
Bills Receivable	6,000		
	1,50,000		1,50,000

The branch account in the HO books shows a debit balance of Rs. 22,800/-. The stock at branch on 31st December is valued at Rs. 21,000/-, Wages outstanding Rs. 750/-, Salary outstanding Rs. 350/- and furniture requires depreciation @ 10%. Prepare Branch Trading and Profit and Loss A/c in the HO books.

18. What is Hire Purchase ? What are the features of Hire Purchase System ? Explain the differences of Hire Purchase System from 'Installment System' and 'Sales'.

19. Lal Colliery Ltd. took from Mr. Anuraj on lease a coalfield for a period of 30 years from 1st January 2016 on a royalty of Rs. 5/- tone of coal raised with a dead rent of Rs. 20,000/- p.a. and proved to recoup shortworkings during any year of the lease when there is excess of royalty over minimum rent. The annual output during the first 5 years are as

Year	2016	2017	2018	2019	2020
Output in tonnes	2000	3000	4000	4500	5000

Pass necessary journal entries in the books of Lal Colliery Ltd. and prepare Royalty Account, Shortworking Account and Minimum Rent Accounts. (2×8=16)