

Khudiram Bose Central College
Final Examination - 2020
B.Com. Part - I (Honours. & General)
Financial accounts - I

Full Marks – 25

Group - A

1. Write short notes on any two [2 X 2 1/2]

- a. Delcredere Commission
- b. Bad Debts
- c. Depreciation

1(or) **State which of the following expenditures is of capital nature and which is of revenue nature: [5 x 1]**

- (a) **Purchase of Machinery ` 50, 000;**
- (b) **Carriage paid for bringing the Machinery ` 3, 000;**
- (c) **Wages paid for installation of Machinery ` 4, 000;**
- (d) **Repairing cost for the Machinery ` 2, 000 after installation;**
- (e) **Insurance Premium paid for Machinery ` 1, 000;**

Group - B

2. **a).** Purchased a Machine on 01.01.2014 at a cost of `2, 00,000. The scrap value of the Machine was estimated at ` 20,000 and its life at 5 years. **On 01.01.2015, The Machine was sold for ` 1, 20,000.** Another Machine of same type was purchased at a cost of ` 1, 00,000 on that date. The scrap value of the Machine is estimated at ` 12,000 and its life at 10 years, the installation cost of the first and second Machine were ` 20,000 and ` 4,000 respectively.

Show Machinery Account for the years 2014 and 2015. [10]

2. **b).** M/s Poddar & Co. of Kolkata deals with “Body oil” which is sold in one litre plastic bottle. Poddar & Co. consigned 2,500 bottles of “ body oil ”, costing ` 240 per bottle to Sharma & Co. of Jalandhar, to be sold at `400 per bottle and paid ` 50,000 as freight and insurance.

200 bottles were lost in transit and a sum of ₹ 49,000 was received by M/s Poddar & Co. as compensation from Insurance Company.

Sharma & Co. took delivery of the remaining goods consigned and paid carriage inward and unloading charges ₹ 32,200. He is entitled to a commission of 10% on sales made by him. Sharma & Co. also incurred other expenses covered under agreement amounting to ₹ 18,000.

Sharma & Co. reported that 100 bottles were lost due to leakage in the godown (loss due to leakage up-to 5% of goods received by the consignee is considered as normal loss) and 1,700 bottles were sold. Sharma & Co. paid a cheque of ₹ 5,50,000 in favour of Poddar & Co. You are required to prepare Consignment Account in the books of M/s Poddar & Co. [10]

2. c) A fire occurred at the **Godown of Royja Industries (P) Ltd.** on 10.06.2018. The stock of the company was fully insured against fire. From the following details, compute the amount of insurance claim. [Fig. in ₹]

Particulars	Amount [₹]	Particulars	Amount [₹]
Stock on April 1, 2017	50,000	Sales for the year 2017 – 18	6,80,000
Stock on March 31, 2018	80,000	Purchase for the period from 01.04.2018 to 10.06.2018	1,80,000
Purchases for the year	5,40,000	Sales for the period from 01.04.2018 to 10.06.2018	2,40,000

Gross profit rate was uniform and value of stock salvaged ₹ 15,500. [10]