Anjuman Islam Janjira Degree College of Science Murud-Janjira, Raigad-402401 Affiliated to University of Mumbai	
Class: -F.Y.B.Com (A & F)	**Subject: Financial Accounting I**
Semester:- I	**Course code: -**
Exam Event :- (SH) Winter 2025	**Marks: 60**
Date: - 06/11/2025	**Duration: - 2:00 Hours**

N.B. – 1 – Attempt any Four out of Six.
2 – Draw neat labeled diagram wherever necessary.
3 – Figures to the right indicate full marks.

Q.1. A) What are the provision of Accounting Standard 2. Discuss it's special Features . **05**

B) Explain Various Concepts in Accounting. **05**

C) Mr. Dilip purchased a machinery on 1-1-2020 from Electronics Ltd. under hire purchase basis at **05** a cost of ₹ 42,000. The term provided that ₹ 11,250 be paid on signing the agreement and the balance in three equal instalments of ₹ 11,250 each at the end of each year. Interest is charged at 5% p.a. Accounts are closed on 31st December each year. Calculate interest.

Q.2 A. From the following details of Woodland Stores, Dadar, prepare stores ledger account pricing the material issued under FIFO method also find out cost of goods sold. . 08

Date	Particulars	Quantity (Units)	Rate (₹) per unit
1st January, 2024	Balance	900 Units	20
2nd January, 2024	Received	400 Units	21
5th January, 2024	Issued	600 Units	-
8th January, 2024	Received	800 Units	22
9th January, 2024	Issued	700 Units	-
10th January, 2024	Received	900 Units	23
11th January, 2024	Issued	400 Units	-
14th January, 2024	Issued	300 Units	-

Q.2 B. State with reasons whether the following expenses or incomes are Capital or Revenue or Deferred Revenue: 07

1. Repairs of machinery ₹ 8,500.
2. Amount of ₹ 500 realised from sale of old typewriter.
3. Replacement of defective parts of a machinery costing ₹ 65,000.
4. Heavy advertisement expenses incurred for a new product ₹ 50,000.
5. Cost of improving the seating capacity of a cinema hall ₹ 1,50,000.
6. Legal charges paid for defending a legal suit ₹ 12,000.
7. A second hand car purchased for ₹ 20,000 and ₹ 5,000 spent to bring it in working conditions.
8. Paid fees ₹ 6,000 to the Association for 3 years.

Q.3 From the following Trial Balance of Mr. Shiva, Prepare Manufacturing A/c, Trading A/C, Profit and Loss A/c for the year ended 31st March, 2024 and Balance Sheet as on that date: **15**

Trial Balance of Mr. Shiva as on 31st March, 2024

Particulars	Dr. ₹	Cr. ₹
Creditors	—	71,000
Machinery	80,000	—
Opening Stock - Raw Material	26,000	—
Opening Stock - Work in Progress	2,000	—
Opening Stock - Finished Goods	30,000	—
Purchase of Raw Material	2,80,000	—
Carriage Inward on Raw Material	5,000	—
Direct Wages	56,000	—
Factory Rent	27,000	—
Drawings	30,000	—
Sales	—	5,00,000
Cash at Bank	19,000	—
Salaries	9000	
Discount Allowed		7000
Capital		1,00,000
Sundry Debtors	1,00,000	
	671,000	671,000

Following further information is provided:

1. Closing stock as on 31st March, 2024:Raw Material ₹ 32,000, Work-in-progress ₹ 4,000, Finished goods ₹ 35,000.
2. Depreciate Machinery @ 10% p.a.
3. On 1st January, 2024, there was a fire in the godown of Mr. Shiva, destroying finished goods worth ₹ 12,000, insurance company admitted the claim for ₹ 8,000. This transaction was not recorded in the books.
4. Provide Reserve for Doubtful Debts @ 5% on debtors.

Q.4. Tailors Ltd. have two departments, A and B. The latter department gets all its requirements from the A department at the usual selling price. On 31st December, 2023; the following was the Trial Balance: **15**

Particulars	Dr. (₹)	Cr. (₹)
Share Capital	—	1,00,000
Stock (A Department)	40,000	—
Stock (B Department)	2,500	—
Purchases : A	5,50,000	—
Purchases : B	5,000	—
Sales : A	—	6,25,000
Sales : B	—	75,000
Transfer of Goods to B Department	25,000	25,000
Director's Fees and Remuneration	15,000	—
Wages and Salaries : A	10,000	—
Wages and Salaries : B	20,000	—
Rent and Rates(3/4 to A)	4,000	
Lighting (3/4 to B)	1,000	
Depreciation B	2,500	
Depreciation A	500	
Office Expenses	1,500	
Furniture and Fittings	10,000	
Equipment	8,000	
Carriage inwards (A)	25,000	
Investment	33,000	
Income from Investment	50,000	
Cash at Bank		5,000
	8,30,000	830,000

Closing stock of A on hand was ₹48,000 and that in B amounted to ₹3750. It is desired to ascertain profit or loss on strict accountancy principles.

Q.5 A. On 1st January 2020 M/s. Monika Metals purchased one Compressing Machine from HMT Ltd. On hire purchase system the cash price of the machine is ₹ 2,50,000. The firm paid down payment ₹ 40,000 on 1st January, 2020 and balance in 3 Annual Instalments of ₹ 70,000 each plus interest at 5% p.a. Commencing from 31st December, 2020. M/s. Monika Metals provide depreciation on machinery at 20% p.a. on 31st December, every year. You are required to give - **10**

1. Machine A/c
2. HMT Ltd. A/c
3. Depreciation A/c
4. Interest A/c

For the years ended 31st December, 2020, 2021, 2022 in the books of M/s. Monika Metals. Solution.

Q.5.B. What are the features of Hire Purchase Transaction. **05**

Q. 6.A. From the following information prepare departmental trading and profit and loss account for the year ended 31st March, 2024. **10**

		M	**N**	**Total**
Stock 1-4-2023		10,000	15,000	25,000
Purchases		2,10,000	1,05,000	3,15,000
Sales		4,15,000	3,10,000	7,25,000
Return Outwards		10,000	5,000	15,000
Wages		18,000	16,000	34,000
Return Inwards		15,000	10,000	25,000
Salary	40,000		—	—
Rent	10,000		—	—
Discount Allowed	14,000		—	—
Discount Received	12,000		—	—
Advertising	21,000		—	—
Stock 31-3-2024		80,000	10,000	90,000

Additional Information:

i) Staff Appointed Dept. M - 5 Persons Dept. N - 3 Persons
ii) Area Occupied Dept. M - 600 Sq. ft. Dept. N - 400 Sq. ft.
iii) Inter Dept. Transfer
M to N - ₹20,000
N to M - ₹15,000

Q6. B. 20.3.2024 Opening Stock 100 units @ ₹38 **05**
1.4.2024. Purchases 300 units @ ₹50
15.4.2024. Issued 200 units

What will be the value of closing stock on Weighted Average basis?