

Vidya Vikas Mandal's
Shree Damodar College of Commerce & Economics, Margao-Goa
FY B.Com, Semester-II, Semester End Examination June 2022
GE-2, Specialized Accounting- UCOG 117

Duration: 2hrs

Max Marks: 80

Instructions:

- 1) Q.1 is compulsory.
- 2) Answer any 3 from Q.2 to Q.6
- 3) Start each question on fresh page.
- 4) Figures to the right indicate maximum marks.

Q.1 M/s Sathvik prepare financial statements on 31st December every year. There was a fire incident on their premises on 28th October 2021. The following information is available in their records:

Particulars	2018	2019	2020	1 st January 2021 upto 28 th October 2021
Stock as on 1 st January	75,000	-	-	-
Purchase of Raw Materials	3,00,000	4,00,000	5,00,000	3,75,000
Purchases returned	50,000	25,000	50,000	75,000
Sales	4,00,000	4,30,000	6,73,000	4,50,000
Sales Returned	1,00,000	30,000	23,000	30,000
Wages	15,000	25,000	30,000	20,000
Stock as on 31 st December	1,00,000	2,00,000	2,50,000	-

On 31st December 2020, the stock included goods purchased but not recorded worth Rs. 25,000. The security guards managed to salvage portion of stock which later valued at Rs. 45,000. The policy that was taken amounted Rs. 1,70,000. There was an average clause in the policy. You are required to calculate the amount of claim to be filed with the insurance company for loss of stock.

(20 marks)

Q.2 Bluewaters ship sailed from Goa on 1st August 2021 and arrived at Indonesia on 31st September 2021 via Sri Lanka, Andaman Island and Malaysia. She was loaded with 1600 tons of Cashew Nuts at Goa for Indonesia. At Sri Lanka, a further load of 1200 tons of Cinnamon was booked for Andaman. Besides, 200 tons of coconut was booked from Goa to Sri Lanka. The freight charges were as follows:

Goa to Indonesia Rs. 160 per ton

Goa to Sri Lanka Rs. 50 per ton

Sri Lanka to Andaman Rs. 120 per ton

Plus primage of 10% is chargeable and commission at 4% and brokerage at 2% is to be paid.

The following were expenses for the voyage:

Expenses	Goa	Sri Lanka	Andaman	Malaysia	Indonesia
Coal	28,000	-	-	4,000	-
Port Charges	8,000	1,200	2,000	2,000	6,000
Captain's Salaries	1,600	1,000	600	1,200	1,400
Harbour Wages	2,400	1,400	2,200	2,400	4,000
Loading Charges	3,200	-	2,400	-	-

The following were the other expenses:

Stores supplied	16,800	Discharging expenses	10,400
Dispatching of funds	800	Interest on advances	1,000
Portage bills	1,200		

The ship was insured for Rs. 10,00,000 at 1.5% premium for the voyage and the total freight was incurred at 0.5% premium. Depreciation is to be charged at 4% on the book value of Rs. 9,00,000 p.a. The wages of the sailors are Rs. 16,800 per month.

You are required to prepare a Voyage Account.

(20 Marks)

Q.3 Good Life Cultural Club has given following information from which, you are required to prepare:

- i) Income and Expenditure A/c as on 31st March 2021 and
- ii) Balance Sheet as on 31st March 2021.

Receipts and Payments A/c as on 31st March 2021

Receipts	Amt. (Rs.)	Payments	Amt. (Rs.)
To Balance b/d		By Stationery	15,000
Cash in hand	39,000	By Furniture (Purchased on 1 st January 2021)	1,50,000
Cash at bank	2,85,000	By Investment	3,00,000
To Locker Rent	15,000	By Expenses of Drama	1,00,500
To Entrance Fees	57,000	By Postage and Telegram	7,500
To Sale of Old Newspapers	4,500	By Magazines and newspapers	12,000
To Receipts from Drama	2,35,500	By Salaries	66,000
To Legacies	3,30,000	By Balance c/d	
To Miscellaneous Receipts	24,000	Cash in hand	9,000
		Cash at bank	3,30,000
	9,90,000		9,90,000

Additional Information:

- 1) Capital Fund on 1st April 2020 was Rs. 3,24,000.
- 2) Legacies are to be capitalised.
- 3) Outstanding Salary Rs. 9,000.
- 4) 50% of entrance fees is to be capitalised.
- 5) Depreciation on furniture @10% p.a.

(20 Marks)

Q.4 A. A Fire occurred in the premises of Zinu Ltd. On 1st June 2020. The company has a loss of profit policy for Rs. 30,000. Sales from 1st June 2019 to 31st May 2020 were Rs. 2,50,000. The sales from 1st June 2019 to 31st September 2019 were Rs. 75,000. During the indemnity period which lasted four months, sales amounted to Rs. 10,000 only.

The company prepared its accounts on 31st December 2019.

Profit and Loss A/c for the year 2019

Particulars	Amt. (Rs.)	Particulars	Amt. (Rs.)
To Stock	25,000	By Sales	2,37,500
To Purchases	1,50,000	By Stock	12,500
To Manufacturing Expenses	16,750		
To Variable Selling Expenses	22,625		
To Fixed Expenses	18,125		
To Net Profit	17,500		

Comparing the sales of the first five months of 2020, it was noted the sales were 20% more than those of 2019.

You are required to prepare statement of claim to be filed with the insurance company against the loss of profit.

(10 Marks)

B. Oceanwaves undertook a voyage from Sindhudurg to Chennai starting on 15th Aug 2021 and reaching on 15th Nov 2021. The cargo consisted of 450 tons of Cotton and 50 tons of Dry fruits. The freight charges were Rs. 75 per ton for cotton and Rs. 50 for Dry fruits. In addition, Primage was 10%. Brokerage was payable at 5%. The expenses were:

Particulars	Sindhudurg	Chennai
Coal and Diesel	10,000	-
Port Charges	4,500	1,000
Harbour wages	1,500	500
Loading charges	1,000	-
Other Expenses were:		
Stores	5,000	-
Discharging charges	1,000	-
Postage	500	-
Salaries of crew	5,000	-

The ship was insured for Rs. 5,00,000 at 1% for voyage policy of Hull. The freight was insured at half a percent. Depreciation is charged on the written down value of the ship at 5% p.a. The value as on August 14th was Rs. 4,00,000. Find out the profit or loss from the voyage.

(10 Marks)

Q.5 A. You are required to prepare Receipts and Payments A/c for Athlets Sports Club from the following information.

Cash in hand on 1st January 2021 - Rs. 10,000, Subscription fees - Rs. 15,000 (including Rs. 500 for the previous year and Rs. 3000 for the next year), Admission fees - Rs. 2000, Salaries - Rs. 3000, Tournament Expenses - 2,500, Life membership subscription - Rs. 2,500, Donations received - Rs. 5,000, Tournament receipts - Rs. 7,500, Taxes - Rs. 500, Sale of newspapers - Rs. 225, Investments done on 1st October 2020 - Rs. 15,000, Sale of old furniture (Cost value - Rs. 2,500) for Rs. 1000, Bats and Balls purchased - Rs. 5,000, Fixed deposit - Rs. 60,000, Interest received on investments - Rs. 250, Printing and stationery charges - Rs. 500, Furniture purchased - Rs. 5,000, Donation for building renovations - Rs. 1,00,000.

(10 Marks)

B. What is a Voyage Account? Explain any three revenues from a voyage.

(10 Marks)

Q.6 Write short notes on *any four* of the following:

(4x5=20 Marks)

- a. Features of Lease.
- b. Income and Expenditure Account v/s Receipts and Payments Account.
- c. Advantages of Leasing.
- d. Profit seeking organisation v/s Not for profit organisation.
- e. Average Clause
- f. Indemnity Period insurance contract.