



DCBC111

Reg. No.

--	--	--	--	--	--	--	--	--	--

**I Semester B.Com (Regular) B.Com.(A&F)/B.Com.(BDA)/B.Com.(LSCM)/
B.Com.(T&TM)/B.Com.(Fintech)**

Degree Examination, December/January-2025/26

COMMERCE

Financial Accounting

(SEP Scheme Freshers & Repeaters 2024-25 Onwards)

Paper:1.1

Time : 3 Hours

Maximum Marks : 80

Instructions to Candidates:

Answers should be written in English only.

SECTION-A

Answer any Five Sub-questions. Each Correct answer carries Two marks.(5×2=10)

1. a) Define Accounting
- b) Explain the Going Concern Concept of Accounting.
- c) What is Single Entry System of Book Keeping?
- d) State any Two merits of Single Entry System.
- e) Give any four examples of Non-recurring expenses.
- f) What is Over riding Commission?
- g) What is Hire Purchase system?
- h) What is Branch Accounting?

SECTION-B

Answer any Four questions. Each Correct answer carries Five marks. (4×5=20)

2. List any five Indian Accounting Standards.
3. Prepare Accounting Equation from the Following:

Transactions

	Rs.
a) Rajkamal Commenced Business with Cash	5,00,000
b) Purchased Furniture for Cash	50,000
c) Purchased Goods on Credit from Vivek	3,00,000
d) Sold Goods for cash (Costing Rs. 2,00,000)	3,00,000
e) Paid Commission	5,000
4. From the following find out Total Sales:	
Opening Balance of Debtors	1,00,000
Closing Balance of Debtors	2,00,000
Cash Sales	50,000
Cash Received from Debtors	3,00,000
Return Inward	5,000
Bad Debts	500
Discount allowed	300

[P.T.O.]



5. Mr. Ramesh consigned 500 kgs of oil at Rs. 200 to Mr. Mahesh. Ramesh Paid Rs. 10,000 as Freight charges. There was a normal loss of 10 Kgs of oil in transit. Mahesh received 490 Kgs of oil and paid unloading charges of Rs. 5,000. He sold 400 Kgs of Oil at Rs. 300 per Kg. Mahesh is entitled for a Commission of 5% on Sales. Prepare Consignment Account in the Books of Ramesh.
6. Deepak Purchased a Machinery under Hire Purchased System. Cash Down Payment Rs.30,000. The remaining amount is paid in three annual instalment including interest at 10% p.a on the outstanding balance.
 1st Instalment paid at the end of the First year Rs.39,000
 2nd Instalment paid at the end of the Second Year Rs.36,000
 3rd Instalment paid at the end of the third Year Rs. 33,000
 Calculate the Cash Price of the Machinery.
7. XYZ Ltd. with its Head Office in Bangalore has a Branch at Mysore. From the following details you are required to prepare Mysore Branch Account in the Books of Head Office:



	Rs.
Opening Stock at Branch	Nil
Goods sent to Branch	50,000
Cash sent to branch for expenses	5,000
Cash Remitted by the Branch	70,000
Closing Stock at the Branch	10,000

SECTION - C

Answer any Three questions. Each Correct answer carries 15 marks. (3×15=45)

8. Mr. Ashok keeps his books under single entry system, from the following information given by him, prepare Trading and profit and loss A/C for the year ended 31-3-2025 and Balance Sheet as on that date.
- Cash Book Shows the following:

	Rs.
Cash and Bank Balance as on 01-04-2024	?
Cash Sales	40,000
Receipts from Debtors	50,000
Payment to Creditors	20,000
Business Expenses	15,000
Salaries	20,000
Other Expenses	300
Drawings	4,000
Cash and Bank Balance as on 31-03-2025	5,300

Further details available are

Particulars	1-04-2024	31-03-2025
Stock	18,000	20,440
Creditors	16,000	11,000
Debtors	44,000	60,000
Furniture	2,000	2,000
Machinery	30,000	30,000



(3)

DCBC111

**Adjustments:**

- Provide Interest on Capital at 5%
- Provide for Doubtful Debts Rs.3,000
- Depreciate all fixed assets at 5% p.a

9. Mumbai H. O. has a branch in Chennai to which goods are invoiced by the H. O. at cost plus 25%. Cash received by the branch is daily remitted to H. O. All expenses of branch are paid from Mumbai H. O. From the following details prepare Chennai Branch A/c in the books of H. O.

Particulars**Rs.**

Stock at Branch on 1.4.2024 (at invoice price)	12,500
Debtors at Branch on 1.4.2024	12,000
Goods sent to Branch at invoice price	40,000

Remittances to Mumbai:

Cash Sales	16,000
Cash from debtors	29,500
Goods returned to H. O. at invoice price	45,500
	2,400

Cash sent to Branch for expenses:

Wages and Salaries	11,000
Rent	3,000
Sundry Expenses	510
Total Sales	14,510
Stock on 31-03-2024 at invoice price	56,000
Debtors on 31-03-2024	15,000
	?

10. Mr. Ajith purchased a machinery under Hire Purchase System on 1.4.2021 from National Pvt Ltd. for Rs. 1,50,000. He paid Rs. 50,000 as down payment. The remaining amount is paid in three annual instalments including interest at 10% p.a on the outstanding balance.

First instalment was paid at the end of the First year Rs.60,000

Second instalment was paid at the end of the Second Year Rs. 30,000.

Third instalment was paid at the end of the Third Year Rs. 27,500.

The machinery is depreciated at 10% p.a under Written Down Value Method. Prepare necessary ledger accounts in the books of Mr. Ajith.

[P.T.O.]



(4)

DCBC111

11. ABC & Co., Chennai consigned 500 cases of goods costing Rs.50 each to Sethi & Co., Kolkata. On the same date, The Consignor paid Rs. 2,500 for freight and carriage, Rs. 1,000 as loading charges, and Rs.1,200 for Insurance. Consignee paid Rs. 1,800 for clearing charges, Rs.1,750 for warehousing and storage charges, and Rs.900 for packing and selling expenses. The Consignee remitted a Bank Draft for Rs. 15,000 as an advance against the Consignment. The Consignee sold 275 cases at 100 each. Sethi & Co. are entitled to 5% commission on the total Sales. It was found that 50 Cases was lost in the transit. Sethi & Co submitted an account sale. Prepare the following ledger accounts in the books of ABC & Co:

- Consignment Account
- Consignee Account
- Goods sent on Consignment Account

12. a) From the following find out Total Purchases:

Opening Balance of Creditors	2,00,000
Opening Balance of Bills Payable	15,000
Closing Balance of Creditors	3,00,000
Closing Balance of Bills Payable	30,000
Cash Purchases	80,000
Cash paid to Creditors	4,00,000
Cash paid against Bills payable	60,000
Return Outward	4,000
Discount received	500

- b) A Ltd., with its H.O. in Bengaluru has a Branch at Mysuru. You are given the following particulars relating to Mysuru Branch for the year ended 31.3.2025

Stock at Branch on 1.4.2024	Rs.45,000
Petty cash at Branch on 1.4.2024	Rs.110
Goods sent to Branch	Rs.60,000
Goods returned by the Branch	Rs.5,000
Cash Sales at Branch	Rs.1,00,000

Cash sent to Branch for expenses:

Salaries	Rs.12800	
Rent	Rs.3000	
Petty cash	Rs.2600	Rs.18400
Stock at Branch on 31.3.2025		Rs. 40,000
Petty cash at Branch on 31.3.2025		Rs.90

Prepare Branch Account in the books of H. O.

SECTION-D

(Compulsory)

Answer the following question. The answer carries Five marks.

(1×5=5)

13. Prepare Accounts sales with imaginary figures.

