

(3 Hours)

Total Marks: 100

Please check whether you have got the right question paper.

Note : 1. Question No. 1 is compulsory.

2. Attempt any two questions from question no. 2-4
3. Attempt any two questions from question no. 5-7
4. Answer to questions should be grouped and written together.
5. Figures to the right indicate full marks assigned to the question.

Q.1 A From the following trial balance prepare Trading, Profit & Loss account and the balance sheet of Mica & Sons for the year ended on 31st March, 2018. [10]

Particulars	Rs.
Advertisement	4,500
Furniture	22,500
Salaries	35,000
Bills receivable	20,000
Sundry creditors	20,000
Bank loan	1,00,000
Sundry debtors	10,000
Insurance premium	2,500
Sales	2,40,000
Drawings	1,000
Carriage outward	1,000
Purchases	25,000
Building	2,50,000
Sales return	500
Opening stock	50,000
Bad debts	750
Capital	2,86,750
Trade expense	1,250
Bank balances	1,25,000
Purchases return	8,250
Wages	2,500
Interest received	1,000
Plant and Machinery	1,00,000
Carriage inward	4,500

Closing stock is valued at Rs. 45,000

B Explain Causes of Disagreement Between Cash Book and Pass Book in Bank Reconciliation statement. [10]

Q.2 A. Journalize the following transactions in the books of Pin & Bros.

[10]

- 1<sup>st</sup> Nov : Invested Cash in business Rs 40,000/-
- 4<sup>th</sup> Nov : Purchased Goods for cash Rs 10,000/-
- 7<sup>th</sup> Nov : Goods sold for cash. Product worth Rs 20,000/- which includes Trade Discount Rs 2,000/- and Cash Discount Rs 1,000/-
- 9<sup>th</sup> Nov : Took loan from Abha of Rs 2,000/-
- 10<sup>th</sup> Nov : Sold goods to Mr. Vada on credit Rs 10,000/-
- 12<sup>th</sup> Nov : Purchased Machinery worth Rs 1,00,000/-
- 14<sup>th</sup> Nov : Sold personal Motorcycle at Rs 10,000/-
- 19<sup>th</sup> Nov : Lost goods worth Rs 20,000/-
- 25<sup>th</sup> Nov : Mr. Vada paid cash
- 29<sup>th</sup> Nov : Paid to bank as cash against commission Rs 500/-

B. Explain Flexible and Master Budget in detail.

[10]

Q.3 A Explain Meaning, Significance and Limitations of Ratio Analysis

[10]

B Explain different cost elements in detail.

[10]

Q.4 A. Prepare Cash Book with Discount, Cash and Bank as Column for Nov. 2018 of M/s. Dida Bros.

[10]

- 1. Cash balance Rs. 40,000/- and bank balance Rs 50,000/-
- 2. Purchased goods from Zyan worth Rs.5,00,000/- on credit
- 4. Bank has charged Interest Rs.100/-
- 10. Purchased goods for Rs 70,000/- paid Rs 20,000/- by cash and rest by cheque
- 14. Paid Wages by cheque Rs 5,000/-
- 16. Sale of Rs 20,000/- and received bearer cheque.
- 20. Sold goods for cash Rs 30,000/-
- 22. Dim has directly deposited cash in bank Rs 50,000/-
- 30. Deposit into bank all in excess of Rs.1,000/-

B. Explain Fixed capital and Working capital.

[10]

Q.5 A. Mat Ltd. gives the following Balance sheet. Compute both ratios. [10]

- Liquid Ratio
- Solvency Ratio

Balance Sheet			
Liabilities	Rs.	Assets	Rs.
12% Debentures	6,00,000	Debtors	4,00,000
Reserve fund	2,00,000	Stock	10,00,000
Overdraft	2,00,000	Cash	2,00,000
Creditors	4,00,000	Fixed Assets	28,00,000
Equity share capital	30,00,000		
<b>Total</b>	<b>44,00,000</b>	<b>Total</b>	<b>44,00,000</b>

B. Explain Cash and Fund flow in detail. [10]

Q.6 A. From the following forecasts of income and expenditure, prepare a cash budget for the month Jan. to Mar 2019. [10]

	Nov' 18	Dec' 18	Jan' 19	Feb' 19	Mar' 19
Expenses	2,000	5,000	2,000	1,000	2,000
Wages	1,000	2,000	3,000	4,000	5,000
Overhead	2,000	1,000	1,000	3,000	4,000
Cash Sales	40,000	60,000	80,000	20,000	30,000
Purchases	10,000	10,000	10,000	10,000	10,000

1. Opening balance for Jan' 19 is Rs 3,50,000/-
2. Delay in wages by two months
3. Expenses are to be realized in same month and rest all are delayed by month.

B. Explain any five Determinants of Working Capital. [10]

Q.7 Write Short Note on (ANY FOUR) [20]

- i) Batch costing
- ii) Accrued Income
- iii) Unearned Income
- iv) Further Bad Debts(FBD)
- v) Liquid Assets