



MODEL QUESTION COURSE – THEORY

B.Com. DEGREE EXAMINATIONS

Semester: III

Course(3A): Advanced Accounting

Time: 3 Hours.

Max Marks: 75

Section-A

Answer any **FIVE** of the following questions.

5X5=25M

1. Non-profit organizations
2. Statement of Affairs
3. Hire Vendor
4. Partnership Deed
5. Garner Vs Murrey
6. Dissolution of Partnership
7. Accounting Process
8. Double Entry System

Section- B

Answer **FIVE** questions.

5X10=50M

9. a) Distinguish between Income and Expenditure and Receipts and Payment Accounts.

(OR)

- b) What are the provisions and features of Non-profit organizations?

10. a) Briefly explain advantages and limitations of single entry system.

(OR)

- b) Mr. Ramesh, who keeps his books on single entry system, tells you that his capital on 31-12-2019 is Rs.40,500 and on 1st January 2019 was Rs.25,800. He further informs you that he withdraws Rs.3,500 for personal purposes. He invested further capital of Rs.5,000. Besides this, there is no other information. You are required to prepare Statement of Profit and Loss for the year ended on 31-12-2019.

11. a) Malnad Coffee Works Ltd., bought coffee drying machine costing Rs.6,56,000 from Xavier Ltd on 1st January 2019 on hire purchase basis. Rs. 2,00,000 was paid on signing the contract and the balance in three annual instalments of Rs. 2,00,000 (each) by the end of December every year. Interest was charged at 15% per annum. Life of the machine was expected to be four years. You are required to pass the journal entries and necessary ledger accounts in the books of (i) Malnad Coffee Works Ltd., and (ii) Xavier Ltd.

(OR)

- b) Briefly explain the advantages and limitations of Instalment System.

12. a) Briefly explain the classification of Partners.

(OR)

- b) A and B are partners in a firm sharing profits and losses in the ratio of 3:2. A new partner C is admitted. A surrenders 1/5th of his share and B surrenders 2/5th of his share and B surrenders 2/5th of his share in favour of C. For the purpose of C's admission, goodwill of the firm is valued at Rs.75,000 and C brings in his share of goodwill in cash which is retained in the firm's books. Journalise the above transactions.

13. a) the Balance sheet of X, Y and Z as at 31 st March, 2018 was:

Liabilities		Amount	Assets		Amount
		Rs.			Rs.
Bills Payable		2000	Cash at Bank		5,800
Employees' Provident Fund		5000	Bills Receivable		800
Workmen Compensation		6000	Stock		9,000
Reserve					
Computer applications	6000		Sundry Debtors		16,000
Reserve					
Loans		7100	Furniture		2,000
Capital A/cs:			Plant and Machinery		6,500
X	22,750		Building		30,000
Y	15,250		Advertising Suspense		6,000
Z	12,000	50,000			
		76,100			76,100



The profit-sharing ratio was 3:2:1. Z died on 31st July, 2018. The Partnership Deed provides that:

(i) Goodwill is to be calculated on the basis of three years' purchase of the five years' average profit. The profits were: 2017-18: Rs. 24,000; 2016-17: Rs. 16,000; 2015-16: Rs. 20,000 and 2014-15: Rs. 10,000 and 2013-14: Rs. 5,000.

(ii) The deceased partner to be given share of profits till the date of death on the basis of profits for the previous year.

(iii) The Assets have been revalued as: Stock Rs.10,000; Debtors Rs. 15,000; Furniture Rs.1,500; Plant and Machinery Rs. 5,000; Building Rs.35,000. A Bill Receivable for Rs. 600 was found worthless.

(iv) A Sum of Rs. 12,233 was paid immediately to Z's Executors and the balance to be paid in two equal annual installments together with interest @ 10% p.a. on the amount outstanding. Give Journal entries and show the Z's Executors' Account till it is finally settled.

(OR)

b) How would you distinguish between dissolution of partnership and dissolution of Firm?