

SARDAR PATEL UNIVERSITY
B.Com (I - Semester) Examination
2017

Thursday, 9th November
10.00 am to 12.00 pm

UB01ECOM02 / 14 - Advanced Accounting - II

Total Marks: 60

Q.1 Shikotar Trading Co., Khambhat has a branch at Tarapur, sends goods at cost price. (15)
 The branch sells on Cash and Credit. The Head Office pays all expenses of the branch except Petty Cash expenses. But for Petty Cash expenses, the Head Office sends Petty Cash to branch. All cash is sent to Head Office by branch daily.

Information regarding Tarapur Branch for the year ended on 31-3-2017 is as under :

1. Balances on 1-4-2016 :

Stock - ₹ 1,20,000 , Debtors - ₹ 1,60,000 , Furniture - ₹ 60,000 , Petty Cash - ₹ 3,000

2. Transactions during the year : (2016-17)

Goods sent to Branch by the Head Office - ₹ 10,00,000

Goods returned to the H.O. by the branch - ₹ 20,000

Cash sales by the branch - ₹ 3,20,000

Goods returned by debtors to branch - ₹ 20,000

Branch Expenses :- (Rent- 24,000 , Salaries - ₹ 27,000 , Office expenses - ₹ 14,000)

Cash received from debtors - ₹ 10,80,000

Bad debts allowed to debtors - ₹ 40,000

Petty cash sent to branch - ₹ 6,000

Furniture sent to branch - (1-10-2016) - ₹ 40,000

Total Sales - ₹ 13,60,000

3. Balances on 31-3-2017 :

Stock - ₹ 1,80,000 , Petty Cash - ₹ 2,000

4. Provide 10 % Depreciation on Furniture as per written down value method.

Prefer
 You are required to Tarapur Branch Account in the books of Khambhat H.O. and prove your answer by preparing Branch Trading Account and Branch Profit & Loss Account.

OR

Q.1 Messers Santram Traders of Nadiad has a branch at Boriavi. Head Office sends goods to Boriavi Branch at Cost Price. Branch sells the goods on Cash and on Credit. The H.O. meets all expenses except petty cash expenses of the Branch and collects cash from the Branch daily.

From the following information of the Branch for the year ended 31-3-2017, prepare :

Boriavi Branch Account and also prepare Branch Trading & Branch Profit & Loss Account.

<u>Particulars</u>	<u>1-4-2016</u>	<u>31-3-2017</u>
Stock	₹ 2,25,000	₹ 3,00,000
Debtors	?	₹ 4,50,000
Furniture	?	₹ 2,02,500
Petty Cash	?	₹ 7,500

Other details :-----

Goods sent to branch - ₹ 18,00,000 , Petty cash sent to branch - ₹ 30,000

Cash sales (40% of Total Sales) - ₹ 12,24,000 , Petty cash expenses of the branch - ₹ 37,500