

**SARDAR PATEL UNIVERSITY**  
**B. Com. (III Semester) Examination**  
**Saturday, 25<sup>th</sup> November 2017**  
**10.00 am – 12.00 pm**

**UB03ECOM01/13 - Advanced Accounting and Auditing - V**

**Total Marks : 60**

**Note :** Figures to the right indicate full marks of the question paper.

- Q.1 From the following information, prepare profit and Loss Account of the company for the year ended on 31<sup>st</sup> March 2017 in the vertical form along with notes of vidit co. Ltd. (15)

Particulars	Rs.	Particulars	Rs.
Equity share capital Rs. 10 each	500000	Purchase	236000
Land and Building	300000	Sales Returns	5000
Sales	875000	Purchase Returns	16000
Interest on investment	7500	Bad debts	5000
Director's Fees	15000	Salaries	60000
Sundry debtors	100000	<u>Opening stock</u>	
Wages	26000	Raw materials	15000
Carriage inward	10000	Finished goods	5000
Advertisement Exps	8000	Administrative Exps.	40000
10% Debentures	100000	Interest on Bank	
Debenture interest	10000	overdraft	6000
P.F. contribution	10000		

**Additional Information :**

- (1) Closing stock is valued on 31-3-2017, Raw-material Rs. 40000 and finished goods Rs. 35000.
- (2) Depreciation to be provided at 10% on fixed assets. Land and Building includes the cost of Building Rs. 250000.
- (3) A provision for Bad and Doubtful debts is to be created at 8% on sundry debtors.
- (4) Outstanding salaries Rs. 12000.

**OR**

- Q.1 Draft the format as per Revised schedule VI of Balance Sheet in vertical form with imaginary figures and also prepare necessary notes. (15)

- Q.2 X Ltd was incorporated on 1<sup>st</sup> March 2016. The company took over the remaining business from 1<sup>st</sup> November 2015. Find out the profit up to incorporation from the information given below: (15)

- (1) Sales during the year amounted to Rs. 600000 out of which sales up to 1<sup>st</sup> March 2016 were Rs. 250000
- (2) Gross profit for the year was Rs. 210000.
- (3) Expenses debited to profit and Loss Account were as follows :