

Smt. S. I. Patel Ipcowala College of Commerce, PETLAD

F.Y.B.Com SEM-I

Internal Test-Sep,-2018

**Sub: Advance Accounting- I
(Paper Code:UB01DCOM21)**

Date:-26/09/2018

Time:-8.00 to 9.00

Max Marks:- 30

- Q.1 Suresh purchase a machine on 1st April,2014 from Ramesh on Hire-Purchase system. Terms of payment were as under : 15

	Rs.
On 1-04-14	20,000
On 31-3-15	18,000
On 31-3-16	16,000
On 31-3-17	14,000
On 31-3-18	12,000

Interest is charged at 20% p.a. on opening balance of each year.
Depreciation is charged at 10% p.a. on reducing balance method.

Prepare necessary accounts in the both party.

OR

- (A)Mr. Atul purchased a machine from Raj Traders on Hire Purchase System on 1-4-2014. Rs.10,000 was to be paid at the time of delivery and the balance amount was payable as follows : 10

On 31-3-2015	Rs. 13,000
On 31-3-2016	Rs. 12,000
On 31-3-2017	Rs. 11,000

Find out cash price of machine and also amount of interest in each instalment.

- (B)Write a difference between Hire-purchase system and Instalment System. 5

- Q.2 Manan keeps his books of single entry system. From the following information prepare Trading A/c, Profit and Loss A/c on end of the year 31-3-2012. and Balance Sheet on 31-3-2012. 15

(1) Assets and Liabilities	1-4-2011	31-3-2012
	Rs.	Rs.
Land and Building	1,00,000	?
Plant and Machinery	1,20,000	?
Cash Balance	?	1,75,000
Stock	50,000	50,000
Creditors	?	1,00,000
Debtors	1,10,000	?
Bills Payable	40,000	?
Bills Receivable	?	40,000