



QP CODE: 21103345



21103345

Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS,
DECEMBER 2021**

Second Semester

B.A Corporate Economics Model III

Core Course - EC2CRT07 - FINANCIAL ACCOUNTING - II

2017 ADMISSION ONWARDS

55B50EA3

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. What is goods in transit?
2. What is the need of valuation of goodwill?
3. Define Partnership.
4. What is fluctuating capital account?
5. Define Goodwill.
6. What do you mean by interest on drawings?
7. What is Reconstitution of Partnership Firm?
8. What is Sacrificing ratio?
9. What is Gaining ratio?
10. Explain the term 'Incoming Partner'.
11. How do you calculate goodwill average profit?
12. What is Instalment Purchase?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. What are the objectives of keeping branch accounts?





14. What are the objectives of departmental accounts?
15. From the following information, prepare Departmental Trading accounts of AB Ltd.

	Finance Department	Marketing
Department		
Opening stock :	Rs.1,00,000	80,000
Wages :	Rs.5000	3,000
Sales :	Rs. 80,000	70,000
Closing stock :	Rs.50,000	20,000

16. A and B are partners sharing profits in the ratio of 3 : 2 with capitals of Rs. 50,000 and Rs. 30,000 respectively. Interest on capital is agreed @ 6% p.a. B is to be allowed an annual salary of Rs. 2,500. During 2006, the profits of the year prior to calculation of interest on capital but after charging B's salary amounted to Rs. 12,500. A provision of 5% of the profits is to be made in respect of Manager's commission. Prepare an account showing the allocation of profits and partners' capital accounts.
17. Draw a format of fluctuating capital account.
18. "R" AND "S" are partners sharing profits and losses equally.' S' withdraws Rs.40,000 per month regularly on the first day of every month during 2012 for personal purposes. If interest on drawings is charged 10% p.a. ,calculate the interest on drawings of "S".
19. Melky and Silky are partners in the ratio of 2:3.They admit Maloo as a partner for 1/3rd share in profit who brings Rs.20,000 as his share of goodwill. The new ratio will be 3:3:2.Melky and Silky withdraws the premium paid by Maloo. Record necessary journal entries in the books of the firm.
20. Differentiate between Revaluation account and Realisation account.
21. Differentiate between Dissolution of Partnership and Dissolution of firm.

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Explain the Modes of Dissolution.
23. Explain the rules applicable in the absence of Partnership Deed.
24. Admission of a partner necessitates certain adjustments in the books of the firm. What are they? Explain.





25. Charley has a branch at Jodhpur. The following are the transactions between the Head office and the branch for the year ended 31 st dec,2016.

Stock at branch on 1/1/16 - 13000

Petty cash balance on 1/1/16 - 40

Goods sent to branch during the year - 160000

Remittance to branch

Rent - 6000

Salaries - 8000

Petty cash - 160

Remittance from branch for cash sales - 230000

Stock at branch on 31/12/16 -17000

Petty cash balance on 31/12/16 - 55

Prepare branch account of Head Office.

(2×15=30)

