

FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE

Second Semester BCOM/BCOM CA Degree Examination, April 2024

BCM2B02/BCC2B02 - Financial Accounting

(2022 Admission onwards)

Time: 2 ½ hours

Max. Marks : 80

PART – A**Answer all questions**

1. What is statement of affairs?
2. What is minimum subscription?
3. What is a bearer debenture?
4. What do you mean by Capital Reserve?
5. Define IFRS.
6. What is ESOS ?
7. What is fair value?
8. What is private placement of shares ?
9. What is memorandum trading account?
10. What is IFRS convergence?
11. Explain the treatment of fraction debentures with the help of an example.
12. What are contingent assets?
13. Define sweat equity share.
14. What you mean by pure single entry ?
15. What is recognition of financial elements ?

(15 x 2 = 30, Maximum ceiling 25 marks)

PART – B**Answer all questions**

16. Explain the process of setting IFRS.
17. What are the differences between 'Equity share' and 'Preference Share'?
18. "Single entry system is not scientific". Explain.

19. From the following information you are required to calculate the total purchase and total sales under single entry system:

Balance	1-1-2020	31-12-2020
Bills payable	5000	6000
Creditors	4000	8000
Bills receivable	10000	16000
Debtors	7000	6000

Cash received from Debtors ₹ 5000, cash paid to creditors ₹ 40000, Discount allowed ₹ 200, Discount received ₹ 300, Bad debts written off ₹ 400, Returns inward ₹ 700, Return outward ₹ 900, Bills payable discharged ₹ 500, Bills receivable dishonoured ₹ 1000, Cash sales ₹ 10000, Cash purchases ₹ 8000.

20. The directors of a company with subscribed capital of 20000 equity shares of ₹25 each and 20000 preference shares of ₹25 each, on both of which ₹ 20 per share were called up, forfeited 200 equity shares held by A on which he had failed to pay first and second calls of ₹5 per share each. They also forfeited 400 preference shares of B who failed to pay ₹5 per share on allotment, ₹5 per share on first call and ₹5 per share on second call. The directors further reissued the forfeited shares of A at ₹15 per share and those of B at ₹17.50 per share, all of which were taken up and paid for by C.

Pass the necessary journal entries to record the above transactions in the books of the company.

21. Bhavana Co Ltd. Issued the following debentures. Pass journal entries in the books of the company in connection with the issue of debentures:

- 14% debentures of Rs. 4,00,000 issued at par and redeemable at par
- 14% debentures of Rs. 4,00,000 issued at discount of 10% and redeemable at par
- 14% debentures of Rs. 4,00,000 issued at premium of 10% and redeemable at par
- 14% debentures of Rs. 4,00,000 issued at par and redeemable at premium at 10%
- 14% debentures of Rs. 4,00,000 issued at discount of 10% redeemable at premium of 10%.

22. From the following particulars calculate the value of closing stock.

	₹
Sales	5,00,000
GP ratio	10 % on sales.
Purchases	3,90,000
Opening stock	60,000
Wages	40,000

23. From the following information prepare Surplus/Deficit in the statement of Profit and Loss Appropriation Account.

Net Profit for the year ₹250000

Balance of statement of Profit/Loss of previous year ₹1000000

10% preference share capital ₹500000

Equity share capital ₹400000

Transfer to Debenture Sinking Fund ₹51500

The board of directors have proposed 15% dividend on equity shares.

(8 x 5 = 40, Maximum ceiling 35 marks)

PART – C

Answer any two questions

24. Explain the accounting treatment of

a) Debentures issued as collateral security

b) Discount on issue of debentures.

25. Following information were taken from the books of ABC Ltd on 31-03-2020

Factory Premises at cost	450000	Share capital:	
Machinery at cost	349160	30000, 7% preference	
Motor Lorry at cost	73000	shares of ₹10 each	300000
Sundry Debtors	121780		
Bad debts written off	2850	60000 equity shares of ₹10	
Rent, Rate and Tax	28400	each	600000
Advertisement	19500	Surplus A/c (1-4-2019)	16240
Cash	68500	Gross profit for the year	246640
Directors fee	3600	Provision for doubtful –	
Audit fee	10000	debt	9000
Stock (31-3-2020)	114600	Sundry creditors	129640
Rent and tax paid in advance	7980	Transfer fee	110
Salary and wages	32000	Accrued wages	12840
Dividend paid:		Staff benevolent fund	17900
On preference share	21000		
On equity share (interim)	15000		
Patents	15000		
	1332370		1332370

Total provision for doubtful debts is to be made upto ₹10200. The factory premises, Machinery and Motor Lorries are to be depreciated by 3%, 15% and 20% respectively. The Authorised capital of the company is ₹1000000 divided into 100000 shares of ₹10 each. You are required to prepare:

- a) Statement of Profit/Loss for the year ended 31-03-2020
- b) Balance sheet as at 31-03-2020 in the form prescribed under Companies Act 2013.
Previous year's figures are not required and also ignore taxation and transfer to reserves as required by law.

26. Indo-Petro Company Ltd. With an authorized share capital of ₹9000000 divided into shares of ₹10 each issued a prospectus inviting applications for 600000 equity shares of ₹10 each issued at a premium of ₹2 per share payable as to ₹3 with application, ₹5 on allotment and the balance on first and final call to be made three months after the date of allotment.

Applications were received for 1100400 shares. Applications for 400 shares were rejected, full allotment was made on applications for 100000 shares while pro-rata allotment was made on the remaining applications. All the allottees paid the allotment money due. The call was made as scheduled. All the shareholders except one shareholder holding 500 shares paid the money on call. These 500 shares were forfeited and later reissued as fully paid up shares @ ₹13 per share.

Prepare ledger accounts and Cash book.

27. Vijay commenced business as food grains merchant on 1st April 2019 with a capital of ₹400000. On the same day, he purchased furniture for ₹80000. He do not follows Double Entry principles. From the following you are required to prepare the Trading and Profit and Loss account for the year ended 31st March 2020 and the Balance sheet on that date:

Sales (including cash sales ₹200000)	5,00,000
Purchases (including cash purchases ₹120000)	4,00,000
Vijay's Drawings (in cash)	48,000
Salaries to staff	40,000
Bad Debts written off	4,000
Trade expenses paid	16,000

Vijay used goods of ₹12000 for private purposes during the year. On 31st March, 2020 his Debtors amounted to ₹140000 and Creditors ₹80000. Stock in trade on that date was ₹160000.

(2 x 10 = 20 Marks)

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Reg. No:.....

Name:

FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE
Second Semester BCOM/BCOM CA Degree Examination, April 2024
BCM2C02/BCC2C02 – Marketing Management
(2022 Admission onwards)

Time: 2 ½ hours

Max. Marks : 80

PART A
Answer all questions

1. What is remarketing?
2. Define market segmentation.
3. What do you understand by marketing myopia?
4. What is a core product?
5. Define brand equity.
6. Define psychological pricing.
7. What is horizontal channel integration?
8. Define salesmanship.
9. What is marketing mix ?
10. What is M-Commerce ?
11. Distinguish between warranty and guarantee.
12. What is channel conflict?
13. What is rural marketing ?
14. What do you mean by word of mouth marketing?
15. What is logistics management ?

(15 x 2 = 30, Maximum ceiling 25 marks)

PART B
Answer all questions

16. Write a short note on rural marketing strategies
17. What are the bases of market segmentation?
18. Explain various steps involved in the development of a new product.
19. Distinguish between grading and branding.
20. What are the factors affecting pricing decision of a firm?
21. What are the factors influencing choice of distribution channel?
22. What are the causes of channel conflict? How to manage such conflicts?
23. Distinguish between advertising and personal selling.

(8x5 = 40, Maximum ceiling 35 marks)

PART C
Answer any two questions

24. Explain the determinants consumer behavior.
25. Write a note on Product life cycle
26. Define sales promotion. Explain the tools of consumer sales promotion.
27. Briefly discuss the various types of e-commerce and security issues in e-commerce

(2x10 = 20 marks)