

# C.U.SHAH UNIVERSITY

## Winter Examination-2015

**Subject Name: Accounting & Finance - I**

**Subject Code: 4CO01AFI1**

**Branch: B.Com. (English)**

**Semester: 1 Date: 16/12/2015 Time: 10.30 To 1.30**

**Marks: 70**

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

**Q-1 Attempt the following questions: (14)**

- a) Write the meaning of Single Entry System .
- b) Explain the term ' Royalty ' .
- c) What do you understand by 'Voyage Account' ?
- d) What is Minimum Rent ?
- e) What do you mean by Primage ?
- f) Write the meaning of Short - Working .
- g) What is Address Commission ?
- h) Define Financial Management .
- i) Give the definition of Share .
- j) What is Debenture ?
- k) Write the full form of IDBI .
- l) What is meant by Term Loan ?
- m) Give the full name of NSE .
- n) Give the full name of ICICI .

**Attempt any four questions from Q-2 to Q-8**

**Q-2 Attempt all questions (14)**

- (a) The following information is available from the Cash Book and certain rough statements maintained by Mr.A in respect of his business : (7)

Particulars	1-4-2014 Rs.	31-3-2015 Rs.
Sundry Debtors	48,000	75,000
Sundry Creditors	31,000	52,000
Stock-in trade	87,000	55,000
Bills Receivable	2,000	5,000
Bills Payable	3,000	4,000

**Transactions During the year 2014-2015 :**



Particulars	Rs.	Particulars	Rs.
Cash received from debtors	5,41,000	Discount earned	4,000
Cash received from bill receivable	47,000	Returns inward	5,000
Cash sales	11,000	Discount allowed	3,000
Cash paid to creditors	4,36,000	Bad debts written off	2,000
Cash paid for bills payable	9,000	Cash purchases	3,000
Returns outward	6,000		

From the above mentioned information , you are requested to ascertain credit purchases and credit sales .

**Q-3** (b) Differentiate between : Double Entry and Single Entry (7)  
**Attempt all questions** (14)

(a) The ABC Co.Ltd. leased a piece of land from XYZ Landlord for twenty years , (7)  
from 1<sup>st</sup> January, 2011 on the following terms :

The ABC Co.Ltd., shall pay a minimum rent of Rs.1400 for the first year , with an annual increase of Rs.140 every year for the next three years ,merging into a royalty of 25 paise per ton of production taken out,with power to recoup short workings in the first three years only .

The annual output for the first five years was as under :

Year	Tons	Year	Tons
2011	1,400	2014	11,200
2012	4,200	2015	3,920
2013	8,400		

Record the above transactions in the books of the ABC Co.Ltd.  
Draft journal entries .

(b) From above information given in **Q-3 (a)** prepare necessary ledger accounts in (7)  
the books of the ABC Co.Ltd.

**Q-4** **Attempt all questions** (14)

(a) Prepare from the following particulars a Voyage Account of ‘ Samudrapankh ’ (7)  
from 1-4-2015 to 30-6-'2015 .

(1) Freight Rs. 4,00,000 ; (2) Coal Rs. 60,000 ; (3) Diesel Rs. 13,000 ; (4) Port charges Rs. 15,000 ; (5) Stores Rs. 10,000 ; (6) Loading – Unloading wages Rs. 30,000 ; (7) Captain spent Rs. 10,000 ; (8) Monthly salary of captain and employees Rs. 25,000 ; (9) Repairs to the ship Rs. 20,000 ; (10) Cost of the ship Rs. 10,00,000 ; (11) provide depreciation on the ship 16 % per annum ; (12) Annual insurance premium for the ship , paid Rs. 20,000 ;(13) Calculated 3 % Brokerage and 2 % Address Commission on freight ; (14) 5 % primage is charged on the freight received ; (15) Captain is paid 10 % commission on the remaining net profit after the deduction of his commission .

(b) Explain the objectives of preparing Voyage Account . (7)

**Q-5** **Attempt all questions** (14)

(a) Explain the importance of Financial Management . (7)

(b) Discuss about Executive Finance Functions . (7)



