QP Code: D141270	Total Pages: 04	Name:
		Register No.

SECOND SEMESTER (CUFYUGP) DEGREE EXAMINATION, APRIL 2026

ACCOUNTING AND FINANCE / COMMERCE

COP2CJ101/COM2CJ101: FINANCIAL ACCOUNTING

2024 Admission onwards

Maximum Time :2 Hours	Maximum Marks :70

Section A

All Questions can be answered. Each Question carries 3 marks (Ceiling : 24 Marks)

1	Define branch accounts.
2	What are provisions?
3	What is a ‘statement of affairs’?
4	What is an independent branch?
5	What do you mean by endowment fund?
6	What is EPS?
7	What do you mean by unclaimed dividend?
8	What do you understand by debtors system in branch account?
9	What are contingent liabilities?
10	Give two merits of single entry system.

Section B

All Questions can be answered. Each Question carries 6 marks (Ceiling : 36 Marks)

11 Amal commenced business on 1st January 2025, with a capital of ₹50,000. He immediately bought furniture for ₹12,000. During the year, he borrowed ₹30,000 from his wife and introduced further capital of his own amounting to ₹19,000. He had withdrawn ₹1,800 at the end of each month for family expenses.

On 31st December 2025 his position was as follows:

Cash in hand ₹1,200, Cash at bank ₹15,600, Sundry debtors ₹28,800, Stock ₹40,800, Bills receivable ₹9,600, Sundry creditors ₹3,000, Rent due ₹900. Furniture is to be depreciated by 10%. Ascertain the profit or loss made by Amal during 2025.

12 Prepare Surplus/Deficit in Statement of Profit & Loss from the following data:

Particulars	₹
Balance carried forward from P&L A/c for the year ended 31st March 2024	80,000

Profit for the year 2024-2025 before providing taxation	6,20,000
Provision for taxation	3,00,000
Dividend Equalisation Reserve	50,000
8% Preference Share Capital	4,00,000
Equity Share Capital (₹10 shares)	6,00,000
General Reserve transfer	70,000
Development Rebate Reserve transfer	70,000

13 Write necessary journal entries in the books of Head Office for the following transactions (accounting year ends on 31st March):

(a) Goods sent by H.O on March 27 worth ₹4,000 to the Kannur Branch not received by the Branch till March 31.

(b) Mangalore Branch paid ₹5,000 for a machine purchased by the H.O for the latter.

(c) Provide depreciation at 10% on furniture. Mangalore Branch Furniture A/c is maintained in the H.O books. The cost of furniture is ₹20,000.

14 From the following information of Brother's club, prepare the Receipts and Payments Account for the year ending 31-03-2025.

Particulars	Amount (₹)
Cash in hand on 01-04-2024	1,000
Entrance fees received	1,000
Subscriptions received	75,000
Sale of old newspapers	500
Life membership fees	2,000
Printing and stationery	5,000
Electricity charges	400
Rent paid	9,000
Newspaper and periodicals	5,800
Furniture purchased	10,000

15 Explain the treatment of the following items in the Final Accounts of a non-trading concern

(i) Donations (ii) Life Membership Fees (iii) Entrance Fees

16	Differentiate between cashbook and receipts and payment account.
17	A Head Office in Madras has a branch in Delhi to which goods are invoiced by the Head Office at cost plus 25%. All cash received by the branch is daily remitted to Head Office. From the following particulars, show how the Branch Account will appear in the H.O books. Entries are to be made at Invoice Price.

Particulars	Amount (Rs.)
Stock on January 1, 2025 (at Invoice Price)	62,500
Debtors on 1-1-2025	60,000
Goods supplied by the H.O. (at Invoice Price)	2,00,000
Cash sales	80,000
Cash received from customers	1,47,500
Goods returned to the Head Office (at Invoice Price)	12,000
Cheques received from the H.O.: Wages & Salaries	55,000
Rent, Rates and Taxes	15,000
Sundry Expenses	2,550
Stock on 31-12-2025 (at Invoice Price)	75,000
Debtors on 31-12-2025	1,12,500
Liability for Petty Expenses	550

18	Briefly explain about the final accounts of a non-profit organization.

Section C

Answer any ONE. Each Question carries 10 marks (1x10=10 Marks)

19	Trial Balance of Lucky Ltd. on 31-03-2025 is given, prepare Statement of Profit and Loss and Balance Sheet as on 31-03-2025

Debit Particulars	₹	Credit Particulars	₹
Stock (1-4-2024)	1,50,000	Sales	7,00,000
Purchases	4,90,000	Profit & Loss (31-03-24)	30,060
Wages	1,00,000	Share Capital	2,00,000

	Furniture and Fittings	34,000	Sundry Creditors	35,000	
	Salaries	15,000	Reserve Fund	31,000	
	Rent	9,900	Discount Received	10,000	
	Sundry Expenses	14,100			
	Dividend Paid	18,000			
	Debtors	75,000			
	Machinery	58,000			
	Cash in Hand	20,400			
	Cash at Bank	12,000			
	Patents and Trade Mark	9,660			
	Total: ₹10,06,060				
	Adjustments Closing Stock 1,64,000 Depreciation on fixed assets 10% Provision for Income Tax (50%)				
20	What do you understand by single entry system? Explain the methods of calculating profit or loss under single entry system.				

QP Code:	Total Pages: 6	Name:
		Register No.

SECOND SEMESTER (CUFYUGP) DEGREE EXAMINATION, APRIL 2025

B.COM / B.COM PROFESSIONAL

COM2CJ101/COP2CJ101 - Financial Accounting

2024 Admission onwards

Maximum Time :2 Hours	Maximum Marks :70

Section A

All Questions can be answered. Each Question carries 3 marks(Ceiling : 24 Marks)

1	Discuss the advantages of maintaining accounts under the Single Entry System.
2	State the objectives of maintaining branch accounting
3	Discuss the main features of branch accounts.
4	Differentiate between dependent and independent branches.
5	What adjustments are required for Cash in Transit at the year-end?
6	What are the steps involved in preparing a Receipts and Payments Account ?
7	What are the key differences between a Balance Sheet and an Income and Expenditure Account?
8	How do outstanding and prepaid expenses affect the Income and Expenditure Account?
9	Explain the treatment of subscriptions while preparing an Income and Expenditure Account.
10	How are retained earnings reported in the Statement of Changes in Equity (SOCE)?

Section B

All Questions can be answered. Each Question carries 6 marks(Ceiling : 36 Marks)

11	Write the differences between Profit and loss account and Statement of Profit and Loss, under Single Entry system
12	Write a note on Conversion method under Single Entry system
13	Explain the importance and purpose of the Statement of Changes in Equity (SOCE).
14	What are the features of the Statement of Profit and Loss (SOPL) ?
15	From the following information, calculate the Income from subscriptions for the year ending December, 2000 and Show them in Income & Expenditure account of a Club

Receipts Payments

For The year ending Dec.31, 2000

To subscription ;

1999	5,000		
2000	30.000		
2001	6,000	41,000	

Additional Information *Rs.*

(i) Subscriptions outstanding on Dec. 31, 1999 6000

(ii) Subscription outstanding on Dec. 31.2000 5000

(iii) Subscription Received in Advance on Dec. 31. 1999 6000

16 Prepare Income & Expenditure Account for the year ending 31-12-2000 from the following :

Receipts and Payments Account for the year ended 31-12-2000

Receipts	Rs.	Payments	Rs.
To Balance b/d	2,100	By Printing and Stationary	1,300
To Subscription		By Advertisements	800
1999 (estimated at Rs. 460)		500 By Investment in Govt. Securities at	
2000	5,000	5% On 1 st Nov. 2000 (Interest, payable	
2001	200	on 1st) May and 1st Nov.	8,000
To Donation for Building	5,500	By Building Construction	2,500
To Sports Material		200 By Match Expenses	900
To Rent	1,300	By Creditors for 1999 estimated	
To Entrance Fees	300	at Rs. 750, in full settlement	650
To Match Fund	10,000	By Salaries	1,750
To Locker Rent	350	By Sports Materials	3,000
To Lecture Hall	200	By Honorarium	430
		By Electricity	275
		By Balance c/d	6,045
	25,650		25,650

Additional Information:

	31-12-199	31-12-2000
	Rs.	Rs.
Sports Material	430	750
Printing Materials (Dr.)	50	80
Creditors for Printing	80	....
Rent received in advance for 2001	.....	100
Salary of treasurer outstanding	.....	250
Surplus from House Account including Refreshment outstanding		150

17 The Vijayalakshmi Trading Company Ltd Bangalore has a branch at Mangalore. The head office pays all expenses except petty expenses which were met by the branch. All cash received by the branch was remitted to the head office daily. The following are the transactions between head office and branch during the year ending 31st December 2011

		Rs
Stock at branch 1st January 2011		7,000
Branch debtors on 1st January 2011		2,000
Petty cash on 1st January 2011		200
Goods sent to branch during the year		30,000
Cash sales		40,000
Credit sales		20,000
Cash received from the debtors		16,000
Goods returned by the branch		1,000
Returns from customers		1,500
Cheque sent to branch for expenses:		
Salary	3,000	
Rent	1000	
Petty cash	500	4,500
Stock at branch on 31st December 2011		4,000
Branch debtors on 31st December 2011		4,500
Petty cash at branch on 31st December 2011		300

Prepare the Mangalore Branch account in the Bangalore office books.

18 J. Sikidar keeps her books on single entry system. From the following particulars, prepare a statement showing profit or loss made by her for the year ended March 31, 2006.

	March 31, 2005 (Rs.)	March 31, 2006 (Rs.)
Debtors	16,000	19,000
Stock	12,000	15,000
Furniture	2,000	4,000
Cash in hand	1,000	1,500
Creditors	1, 200	1,800
Bank overdraft	—	2,000

During the year Sikidar introduced Rs. 10,000 as further capital in the business and withdrew Rs. 6000

Section C

Answer any ONE .Each Question carries 10 marks(1x10=10 Marks)

19 The following balances are extracted from the books of Supreme Ltd., a real estate company, on 31st March, 2015:

		(₹ '000)
	Dr.	**Cr.**
Sales		13,800
Purchases of materials	6,090	
Share capital fully paid		500
Land purchased in the year as stock	365	
Leasehold premises	210	
Creditors		2,315
Debtors	3,675	
Directors' salaries	195	

	Wages	555	
	Work in progress on 01.04.2014	1,050	
	Sub-contractors' cost	4,470	
	Equipment, Fixtures and Fittings at cost on 01.04.2014	1,320	
	Stock on 01.04.2014	295	
	Profit and Loss Account, Credit Balance on 01.04.2014		640
	Secured Loan		560
	Bank Overdraft		525
	Interest on Loan and Overdraft	110	
	Depreciation on Equipment on 01.04.2014		820
	Administration Expenses	735	
	Office Salaries	90	
		19,160	19,160

You also obtain the following information:

(a) On 31st March, 2015, stock on hand including the land acquired during the year, is valued at Rs. 7,10,000. Work in progress at that date is valued at Rs. 7,00,000.

(b) On 1st October, 2014 the company moved to new premises. The premises are on a 12 years lease and the lease premium paid amounted to Rs. 2,10,000. The company used sub-contract labour of Rs. 2,00,000 and materials at cost of Rs. 1,90,000 in the refurnishment of the premises. These are to be considered as part of the cost of leasehold premises.

(c) A review of the debtors reveals specific doubtful debts of Rs. 1,75,000 and the directors wish to provide for these together with a general provision based on 2% of the balance.

(d) Depreciation on equipment, fixtures and fittings is provided at 15% on the written down value.

(e) Supreme Ltd. sued Shallow Ltd. for supplying defective materials which has been written off as valueless. The Directors are confident that Shallow Ltd. will agree for a settlement of Rs. 2,50,000.

(f) The directors propose a dividend of 25%.

(g) Rs. 1,00,000 is to be provided as audit fee.

(h) The company will provide 10% of the pre-tax profit as bonus to employees in the accounts before charging the bonus.

(i) Income tax to be provided at 50% of the profits.

You are required to prepare the company's financial statements for the year ended 31st March, 2015

20 Delhi Head Office supplies goods to its branch at Kanpur at Invoice Price which is cost plus 50%. All Cash received by the branch is remitted to Delhi and all branch expenses are paid by the head office. From the following particulars related to Kanpur branch for the year 2006 prepare :

(i) Branch Account, and (ii) Branch Stock Account, Branch Debtors Account, Branch expenses A/c and Branch Adjustment account in the books of the head office so as to find out the gross profit and net profit made by the branch.

		Rs.
Stock with branch on 1.1.06 (at invoice price)		60,000
Branch Debtors on 1.1.06		12,000
Petty Cash balance on 1.1.06		10
Goods received from head office (at invoice price)		1,86,000
Goods returned to head office		3,000
Credit sales less returns		84,000
Allowances to customer at selling price (already adjusted while invoicing)		2,000
Cash received from Debtors		90,000
Discount allowed to Debtors		2,400
Expenses (Cash paid by head office):		
Rent	2,400	
Salaries	24,000	
Petty Cash	1,000	27,400
Cash sales	1,04,000	
Stock with Branch on 31.12.06 (at invoice price)		54,000
Petty Cash balance on 31.12.06		100