

BUSINESS ENVIRONMENT

Duration: 2 Hours

Total Marks: 80

Instructions :

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

Q.1. Answer **any four** of the following:

16

- i. Define Business. Give some important points about Business.
- ii. Discuss the relevance of joint family to modern business and industry.
- iii. Describe the features of technology.
- iv. Write a short note on Business Environment.
- v. Describe the relevance of religion to business.
- vi. How does demographic environment affect business organization?

Q.2. Answer **any four** of the following:

16

- i. Justify the study of economic environment.
- ii. Explain any four important words referring to type of Government in the Preamble.
- iii. Outline the objectives of Privitisation.
- iv. Highlight the protective measures used to protect small sector at the cost of large sector.
- v. Write a short note on Balanced Regional Development.
- vi. Give reasons why Fundamental Rights are needed in the Indian Constitution.

Q.3. A. What are the characteristics of today's business? 12

OR

Q.3. B. Explain the implications of multicultural on international business. 12

Q.4. A. i. Write a note on social responsibility of business of a firm. 6

ii. Discuss the impact of terrorism on business. 6

OR

Q.4. B. Describe how physical environment influences functioning of a business firm. 12

Q.5. A. Explain the characteristics of a Capitalist Economy. 12

OR

Q.5. B. Explain the role played by the Public Sector in India. 12

Q.6. A. Article 19 of the constitution guarantees Right to Freedom and Personal Liberty. Explain. 12

OR

Q.6. B. Explain the Parliament of India. 12

Fr. Agnel College of Arts and Commerce, Pilar – Goa

S.Y.B.Com.

Third Semester Examination, October 2011

BUSINESS COMMUNICATION



Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

- Q.1. Answer **any four** of the following: 16
- i. Explain the communication cycle.
 - ii. What is non verbal communication?
 - iii. Explain the term gesticulation.
 - iv. Feedback is an important aspect of communication.
 - v. What is the meant by the Halo Effect?
 - vi. Write briefly on marginal and intellectual listening.
- Q.2. Answer **any four** of the following: 16
- i. Why is image building necessary for a company?
 - ii. Importance of Opinion polls.
 - iii. What do you understand by the terms conference and committee?
 - iv. What is meant by brainstorming?
 - v. Describe the WASP technique of interviewing.
 - vi. Grievance interviews help to blow off steam. Explain.
- Q.3. A. Write a detailed note on the need and importance of communication in business. 12
- OR**
- Q.3. B. Discuss the reasons why people's ability to listen is not as good as it ought to be. 12

Q.4. A. How should an interviewer conduct an interview? 12

OR

Q.4. B. What are the techniques required by a candidate to prepare for a job selection interview to ensure that s/he makes that important first good impression? 12

Q.5. A. Good P.R. begins at home. Comment on the tools used for the purpose. 12

OR

Q.5. B. Meetings are group activities that have advantages and disadvantages. Discuss. 12

Q.6.A. Answer any two short notes: 6x

1. Chairman's duties
2. Polarization
3. Appraisal interviews

Q.6. B. Answer any two short notes: 6x

1. Resolutions
2. Agenda of a meeting
3. Notices

Fr. Agnel College of Arts and Commerce, Pilar – Goa
S.Y.B.COM. THIRD
Semester End Examination October 2011(1)



Rural Marketing

Total Marks: 80

Duration: 2 Hours

Instructions:

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

Q.1. Answer **any four** of the following: 16

- (a) Differentiate between rural market and rural marketing.
- (b) Phases of rural marketing
- (c) Need for tapping market
- (d) Thompson Rural Market Index
- (e) Give any two definition of market segmentation.
- (f) Rural rich

Q.2. Answer **any four** of the following: 16

- (a) Multiple effect of rural demand.
- (b) SHG
- (c) AGMARK
- (d) Microfinance
- (e) SIDBI
- (f) Crop loan

Q.3. A. What are the myths about rural markets? What are the realities? Explain with examples 12

OR

Q.3. B. Explain the factors contributing to the growth of rural market 12

Q.4. A. Explain the geographic and demographic basis of market segmentation. 12

OR

Q.4. B. Comment on the political and economic environment in India. 12

Q.5. A. State and explain the different methods used for motivating rural consumers. 12

OR

Q.5. B. Give a brief profile of rural consumer. 12

Q.6. A. Explain the different marketing strategies for rural marketing. 12



Fr. Agnel College of Arts and Commerce, Pilar – Goa

S.Y.B.Com. Third Semester Examination, October 2011

ADVERTISING

Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

Answer **any four** of the following:

- i. Write a note on the nature of advertising. 16
- ii. Advertisers play a vital role in the advertising process. Explain.
- iii. How does advertising benefit consumers?
- iv. Advertising can be vulgar in taste. Give reasons.
- v. Write a note on the advantages and disadvantages of direct mail advertising.
- vi. What is meant by aerial advertising?

Answer **any four** of the following:

- i. How would you describe a sarcastic consumer? 16
- ii. Explain the relevance of the A.S.C.I.
- iii. Write a short note on any 2 types of Buying motives?
- iv. Why does an advertiser generally choose more than one advertising medium to advertise?
- v. Fear is an effective appeal in advertising? Explain.
- vi. What is meant by brand equity?

Q.3. A. Discuss how advertising benefits society in general and manufacturers in particular.

OR

Q.3. B. From the economic point of view, advertising has many limitations. Elaborate on any two.

Q.4. A. Comment with reasons why advertisers select television as medium of advertising. Trace the history of commercial advertising on TV.

OR

Q.4. B. Write a detailed note on the factors that suggest that advertising in India has scope and influence.

Q.5. A. Advertising has to have the quality of being true. Discuss with examples the need and importance of ethical advertising.

OR

Q.5. B. Write a note on four kinds of customers and the best way for salesman to handle them.

Q.6. A. Elaborate in depth on the need and importance of Product Research.

OR

Q.6. B. Answer any two short notes:

1. Trademarks.
2. The Cognitive theory.
3. Advertising research

Fr. Agnel College of Arts and Commerce, Pilar – Goa
S.Y.B.Com.

Semester- III Examination, October 2011
APPLIED COMPONENT PAPER
Distribution and Retail Management

Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

- Q.1. Answer **any four** of the following: 16
- i. What do you mean by Foreign Direct Investment in retailing?
 - ii. Explain the meaning and definition of retailing.
 - iii. Explain the positive and negative aspects of convenience stores
 - iv. Briefly explain the Wheel of Retailing Theory.
 - v. Explain Leased Departments.
 - vi. Significance of Automated vending machines.
- Q.2. Answer **any four** of the following: 16
- i. Explain the factors to be considered while selecting store layout.
 - ii. Measures to reduce shoplifting.
 - iii. Explicate the layouts that would be suitable for a Supermarket & Departmental store.
 - iv. Explain the meaning and importance of store location.
 - v. Essential features of a Planogram.
 - vi. Explain the various methods adopted by a retailer while displaying their products.
- Q.3. A. Explain the stages of Retail Life Cycle. 12
- OR**
- Q.3. B. Explain the emerging trends in Retail industry. 12
- Q.4. A. Explain the classification of retail formats based on ownership. 12
- OR**
- Q.4. B. Explain the classification of retail formats based on merchandise offered. 12
- Q.5. A. Discuss the steps involved in selecting a Retail Location. 12
- OR**
- Q.5. B. Explain the meaning and components of Exterior Store Design. 12

Fr. Agnel College of Arts and Commerce, Pilar – Goa

S.Y.B.Com Third Semester

Semester End Examination, October 2011

BUSINESS ECONOMICS II



Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All Questions are compulsory, however internal choice is available.
- ii) Answer sub-questions in Question. 1 and Question.2 in not more than 100 words each.
- iii) Answer questions Question. 3 to Question. 6 each in not more than 400 words.
- iv) Figures to the right indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

Q1. Write short notes on: (any four) (4 x 4 = 16)

a) ICICI b) IDBI c) IFCI d) SFC's e) UTI f) Chit Funds

Q2. Write short notes on: (any four) (4 x 4 = 16)

a) Central Cooperative Banks b) RRB's c) LDB's d) Leasing e) LIC f) Money Market

Q3. A. Discuss the characteristics of the Indian Financial Market. (12)

OR

Q3. B. Explain the role of the Indian Money Market. (12)

Q4. A. Briefly explain the role of the Commercial Banks in an economy. (12)

OR

Q4. B. Briefly discuss the functions of the Commercial Banks. (12)

Q5. A. Discuss the role and functions of RBI. (12)

OR

Q5. B. Explain the methods of credit control used by RBI. (12)

Q6. A. Discuss the process of Credit Creation by the Commercial Banks. (12)

OR

Q6. B. Briefly discuss the limitations to the process of Credit Creation by Commercial Banks. (12)

Duration : 2 Hours

Total Marks : 80

**Instructions :**

- i. All Questions are **compulsory**, however internal choice is available.
- ii. Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii. Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv. Figures to the **right** indicate marks to the question/ sub-question.
- v. Paper carries maximum of 80 marks

1. Answer **any four** of the following:

(16)

- a) Explain what's a void contract and a void agreement
- b) What cannot be referred to arbitration
- c) Explain revocation of standing offer
- d) What are the rights of a partner
- e) Explain status and effect of settlement agreement in conciliation
- f) Contract essentially consists of two elements (1) agreement and (2) legal Obligation, Explain both the elements.

2. Answer **any four** of the following:

(16)

- a) State the various ways in which unsoundness of mind might arise from
- b) Define Indemnity and guarantee
- c) Who can refer a dispute to arbitration
- d) How can conciliation proceeding be terminated
- e) What is the property of the firm
- f) Explain what's an Express contract, Implied contract and constructive contract

Q.3.A. State the various rights of a surety

(12)

OR

Q.3.B. State the various agreements that have been expressly declared void by the Indian Contract Act

Q.4.A. State the essential elements of a valid contract?

(12)

OR

Q.4.B. State the various ways in which an offer lapses

Q.5.A. State the various essentials of a valid arbitration agreement

(12)

OR

Q.5.B. Explain the various modes of dissolution of partnership

Q.6.A. Explain the rights and liabilities of minor who has been admitted to the benefits of partnership

OR

Q.6.B. What is the procedure for conciliation?

(12)



Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All Questions are **compulsory**, however internal choice is available.
- ii) Answer sub-questions in **Question. 1 and Question.2** in not more than 100 words each.
- iii) Answer questions **Question. 3 to Question. 6** each in not more than 400 words.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks.

Q.1. Answer **any four** of the following: 16

- i) Meaning and benefits of balanced capitalization.
- ii) Briefly explain the steps in financial planning.
- iii) Distinguish between Earnings theory and Cost theory of capitalization.
- iv) Explain the concept of capitalization and state its components.
- v) What are the causes of under-capitalization?
- vi) Define business finance and explain its importance.

Q.2. Answer **any four** of the following: 16

- i) Explain the functions of Life Insurance Corporation (LIC).
- ii) Explain the concept of capital structure.
- iii) Explain the benefits of adequate fixed capital.
- iv) What are specialized financial institutions?
- v) Bring out the difference between fixed and working capital.
- vi) What are the features of sound capital structure of a firm?

Q.3. A. State and explain the types of financial plan. 12

OR

Q.3. B. Explain the pre-requisites of a good financial plan. 12

Q.4. A. Define over-capitalization and suggest the remedies for removing over-capitalization. 12

OR

Q.4. B. What is under-capitalization? Explain the effects of under-capitalization. 12

Q.5. A. Explain with example high and low capital gearing. 12

OR

Q.5. B. Explain the types of working capital. 12

Q.6. A. Explain meaning and functions of Economic Development Corporation. 12

OR

Q.6. B. Role of Industrial Development Bank of India & Industrial Financial Corporation of 12



STATISTICAL TECHNIQUES

Duration : 2 Hours

Total Marks : 80

Instructions :

- i) All questions are **compulsory**, however internal choice is available.
- ii) Graph papers will be supplied on request.
- iii) Non-programmable calculators are allowed.
- iv) Figures to the **right** indicate marks to the question/ sub-question.
- v) Paper carries maximum of 80 marks

Q.1. Answer **any four** of the following:

16

- i) State the limitations of statistics.
- ii) Distinguish between primary data and secondary data
- iii) The marks scored by 30 students in an examination are given below. Prepare a frequency distribution table by taking the class intervals 5-10 , 10-15 , 15-20 , etc.

30	35	40	48	37	10	12	14	15	18
25	12	36	42	10	15	18	20	25	32
23	52	36	54	51	12	24	32	24	10

- iv) Construct a frequency curve for the following data

Age (in years)	20-25	25-30	30-35	35-40	40-45	45-50	50-55	55-60
No of employees	1	3	6	10	14	9	5	2

- v) There are 300 and 500 students studying in Arts and Commerce faculty of a Government College respectively. The mean weight of these students are 55 and 60 respectively. Find the combined mean.
- vi) The following data refer to the weight distribution of 100 employees of a company. Find the 20th percentile.

Weight	45-50	50-55	55-60	60-65	65-70	70-75	75-80
No of employees	6	8	15	26	20	14	11

Q.2. Answer **any four** of the following:

16

- i) Distinguish between seasonal and irregular variation.
- ii) Explain any two components of time series.
- iii) For a moderately skewed distribution mean = 50 , coefficient of variation = 24 , coefficient of skewness = 0.25 , find median for the distribution.

- iv) Reconstruct the following indices using 1987 as the base year.

Year	1984	1985	1986	1987	1988	1989	1990
Index no.	100	105	95	115	102	200	110

- v) The following figures represent the price of a certain script at Bombay stock exchange during a week.
Share price : 33 47 56 41 38 55
Obtain the value of variance and hence calculate standard deviation.

- vi) Compute trend by semi average method

Year	2004	2005	2006	2007	2008	2009	2010	2011
Price index	110	115	116	118	119	120	122	124

Q.3. A. Attempt the following

- a) The following data represents the weights of 60 students of a class in a certain college

Weight (in kg.)	30-35	35-40	40-45	45-50	50-55	55-60	60-65
No of students	3	5	12	18	14	6	2

Draw a histogram for the above data.

- b) The following table shows the income distribution of a group of employees working in a certain factory. Calculate the value of median.

Income	30-39	40-49	50-59	60-69	70-79	80-89
No of employees	5	25	25	25	16	4

OR

Q.3. B. Attempt the following

- a) Represent the following data by a suitable diagram

Year	Percentage employed		
	Men	Women	Children
2008	45	35	20
2009	44	34	22
2010	48	36	16

- b) Consider the wage distribution as follows.

Weekly wages	40-50	50-60	60-70	70-80	80-90	90-100
No of persons	13	20	35	40	29	13

Find last decile and last percentile.

Q.4. A. Attempt the following

12

- a) In the construction of a certain cost of living index the following group index numbers were found. Calculate the cost of living index

Group	Index no	Weights
Food	352	48
Fuel & lighting	200	10
Clothing	230	8
House rent	160	12
Miscellaneous	190	15

- b) Which of the following two batsman would you consider to be more reliable run-getter

Batsman	Median	M.D from median
A	37	12
B	43	15

OR

Q.4. B. Attempt the following

12

- a) Find mean deviation from mean for the following data

Class-intervals	2-6	6-10	10-14	14-18
Frequency	6	8	4	2

- b) Splice the following two index no series, series A forward and series B backward

Year	1983	1984	1985	1986	1987	1988
Series A	100	120	150			
Series B			100	110	120	150

Q.5. A. Attempt the following

12

- a) On the basis of the following information, calculate Laspeyeres and Paasches price index number.

Commodity	Base year		Current year	
	Price	Quantity	Price	Quantity
A	2	40	6	50
B	4	50	8	40
C	6	20	9	30
D	8	10	6	20
E	10	10	5	20

- b) Find four yearly moving average for the following data

Year	2000	2001	2002	2003	2004	2005	2006	2007
Production (in metric ton)	68	62	61	63	65	68	63	67

OR

Q.5. B. Attempt the following

- a) Fit a straight line trend by the least squares method to the following data and estimate the trend value for 1977

Year	1971	1972	1973	1974	1975
Sales (‘000 ₹)	65	72	69	60	75

- b) Find chain base index numbers and fixed base index numbers for the following data

Year	2005	2006	2007	2008	2009	2010
Index no	100	150	160	200	205	195

Q.6. A. Attempt the following

- a) Calculate the index number from the following data using weighted arithmetic mean of price relatives

Commodity	Price		Weights
	Base year 1995	Current year 1996	
Food	10	12	7
Clothing	6	10	4
Housing	4	6	3
Fuel & lighting	2	2	1
Miscellaneous	8	12	5

- b) The following is the distribution of the repair time needed for breakdowns on a certain machine. Find an appropriate coefficient of skewness

Repair time (hrs)	Frequency
Upto 4	3
5-6	6
7-8	8
9-10	10
11-12	7
13 & over	2

OR

Q.6. B. Attempt the following

- a) For a group of 50 male workers, the mean and standard deviation of their weekly wages are ₹ 63 and ₹ 9 respectively. For a group of 40 female workers these are ₹ 54 and ₹ 6 respectively. Find
- Combined mean of a group of 90 workers
 - Variation among the male and female workers

- b) Compute the trend values by using a 5-yearly moving averages

Year	2001	2002	2003	2004	2005
Index no	80	104	110	120	112

Year	2006	2007	2008	2009	2010
Index no	116	94	96	98	99



Duration: 2 Hours

Instructions:

- i). Question. No. 1 is compulsory.
- ii). Answer any three Questions from Question. No. 2 to Question No. 6
- iii). Figures to the right indicate marks.

1. ABC Co. Ltd has two processes, A and B. After leaving process B, the product is passed into finished stock. The output of process A is transferred to process B at a price which gives process A profit of 25% on transfer price and the output of process B is transferred to finished goods at a price which gives process B a profit of 20% on transfer price. The following information is provided in respect of the year ended 31 December 2010:-

Particulars	Process A (Rs.)	Process B (Rs.)
Stock on 1 st January 2010	3,200	2,000
Materials used	6,400	2,700
Direct Labour	12,500	8,500
Overheads	2,500	1,700
Stock on 31 st December 2010	2,100	900

Process stocks consist of products which have passed through the process completely and are valued at prime cost to the process concerned. Finished goods were in stock on 1st January 2010 to the value of Rs. 10,200 and on 31st December 2010 to the value of Rs.6,200. Sales amounting to Rs. 68,400 were effected during the year and included all the goods in stock at the beginning of the year.

The reserves on 1st January 2010 for unrealised profit included in stock valuation were:- Process B – Rs. 350; Finished goods – Rs. 3,430.

Prepare Process Accounts and Finished Stock Account. (20 Marks)

2. The net profit of PQR. Co. Ltd. Appeared at Rs. 60,652 as per financial records for the year ending 31st March 2011. The cost books however, showed a net profit of Rs. 86,200 for the same period.

Particulars	Rs
Works overhead under- recovered in costs	1,560
Administrative overheads over- recovered in costs	850
Depreciation charged in financial accounts	5,600
Depreciation recovered in costs	6,250
Interest on investments not included in costs	4,000
Loss due to obsolescence charged in financial accounts	2,850
Income- tax provided in financial accounts	20,150
Bank interest and transfer fee credited in financial books	375
Stores adjustment (credit) in financial books	237
Value of opening stock in: Cost accounts	24,800
Financial accounts	26,300
Value of closing stock in : Cost accounts	25,000
Financial accounts	23,000
Interest charged in cost accounts	2,000
Goodwill written off	5,000
Loss on sale of furniture	600

Find out profit as per financial accounts, Prepare statement of reconciliation (20Marks)

3. Jack & Jill Constructions Pvt. Ltd. engaged in a contract. From their books of accounts the following particulars are obtained in respect of the year 2010.

	Rs.
Contract Price	18,00,000
Material Purchases	4,80,000
Wages Paid	4,20,000
Material returned	12,000
Direct Expenses	1,80,000
Establishment charges	81,000
Plant installed	2,40,000
Accrued wages upto 31 st December 2010	48,000
Material on site on 31 st December 2010	66,000
Work certified	12,60,000
Cash received	11,34,000
Plant value on 31 st December 2010	1,95,000
Uncertified work	69,000

You are required to show:

- i). Contract account and Contractee's account
- ii). Balance sheet as on 31st December 2010

(20Marks)

4. A) From the books of accounts of M/s Tall Enterprise, the following details have been extracted for the year ending March 2011.

	Rs.
Stock of Materials – Opening	1,88,000
Closing	2,00,000
Materials purchased during the year	8,32,000
Direct wages paid	2,38,400
Indirect wages	16,000
Salaries to Administrative staff	40,000
Freight -- Inward	32,000
Outward	20,000
Cash discounts Allowed	14,000
Bad Debts Written off	18,800
Repairs to Plant and Machinery	42,400
Rent, Rates and Taxes – Factory	12,000
Office	6,400
Travelling Expenses	12,400
Salesmen's Salaries and commission	33,600
Depreciation Written off – Plant & Machinery	28,400
Furniture	2,400
Directors fees	24,000
Electricity charges (Factory)	48,000
Fuel (for boiler)	64,000
General charges	24,800
Manager's salary	48,000

The manager's time is shared between the factory and the office in the ratio of 20: 80. From the above details, you are required to prepare a cost sheet. **(10 Marks)**

4. B) From the following information relating to Quick Fix Ltd. You are required to find out

- i) Contribution ii) Break- even point in units iii) Margin of safety iv) Profit.

Total Fixed costs	Rs. 4,500
Total Variable costs	Rs. 7,500
Total Sales	Rs. 15,000
Units Sold	Rs. 5,000(units)

(10 Marks)

5. A) Define budgetary control and state its advantages

(10 Marks)

B) What is marginal costing? Discuss its advantages and limitations.

(10 Marks)

6. Write short notes on **Any four**.

(4 x 5 = 20 Marks)

- i). Non – cost item
- ii). Break- even chart
- iii). Limitation of standard costing
- iv). Escalation clause
- v). Operating costing

Fr. Agnel College of Arts and Commerce, Pilar – Goa
S.Y.B.Com.Third Semester
Semester End Examination, October 2011



ACCOUNTING - III

Duration: 2 Hours

Total Marks: 80

Instructions:

- Question No. 1 is **Compulsory**.
- Answer any **three** questions from Q.No.2 to Q.No.6
- All questions carry equal marks
- Working notes should form part of answers
- Figures to right indicate marks.

Q.1. Mr. Balram filed his petition in insolvency on 31st December 2010 and his position on that date was as follows: 20

Particulars	Amount	Estimated to realize
Building	1,40,000	1,20,000
Machinery	6,00,000	4,80,000
Electric Machinery	4,40,000	4,40,000
Furniture	1,20,000	60,000
Stock in trade	26,00,000	18,00,000
Book debts:		
Good	8,00,000	8,00,000
Doubtful	2,00,000	80,000
Bad	2,00,000	
Investments	6,40,000	6,40,000
Cash with Bank	60,000	60,000
Mortgage on Electric Machinery		4,00,000
Loan partly secured on investments		16,00,000
Loan Unsecured		30,00,000
Preferential Creditors		1,24,000
Capital on 1.1.2006		20,00,000
Profit		8,20,000
Interest on capital		4,00,000
Drawings		25,44,000
Bills discounted expected to rank		1,40,000

Prepare a Statement of Affairs and deficiency Account of Mr. Balram

Q.2. Kreanne furnishes the following details relating to her holding in 6% Government bonds of Rs. 100 each 20

On 1.01.2010	Opening balance Nominal value	Rs. 2,40,000
	Cost	Rs. 2,36,000
On 1.03.2010	400 units purchased ex-interest at Rs.98 per unit	
On 1.07.2010	Sold 800 units ex-interest at Rs. 100 per unit	
On 1.10.2010	Purchased 200 units at Rs. 98 per unit cum interest	
On 1.11.2010	Sold 800 units ex-interest at 99 per unit	

Interest dates are 30th September and 31st March. Show 6% Government Bonds Account for the year ending 31st December 2010 valuing investments at cost applying FIFO method.

Q.3 From the following trial balance of Dina's Cafe, prepare a Trading and Profit and Loss Account for the year ended 31st March 2011 and Balance Sheet as on that date.

Particulars	Debit Rs	Credit Rs
Opening stock	75,000	
Receipts from visitors		7,65,120
Fuel and light	20,680	
Rent and Rates	31,060	
Advertising	17,040	
Purchases	2,30,000	
China, linen and Cutlery	30,740	
Wages and Salaries	2,10,000	
Carriage	5,400	
Furniture and Fittings	1,70,000	
Bad debts	5,000	
Drawings	34,500	
Capital		5,54,800
Visitors ledger balances	24,300	
Creditors		35,000
10% Loan	2,00,000	
Leasehold Premises	2,30,000	
Cash at Bank	66,500	
Provision for bad debts		2,800
Repairs to Furniture	7,500	
	13,57,720	13,57,720

Additional Information:

- Stock on 31st March 2011 Rs. 22,900
- Provide for depreciation:
Furniture and Fittings @ 10%
Leasehold Premises Rs. 10,000
China, linen and Cutlery Rs. 4,740
- Increase provision for bad debts to Rs. 3,000 and discount received of Rs. 3,000 is not accounted for.
- Interest on loan is outstanding.
- Wages and Salaries of Rs. 10,000 are paid in advance.

Q.4 From the following trial balance of Warna Farms Ltd., you are required to prepare their Columnar Farm Account, General Profit and Loss account for the year ended 31st March 2011 and Balance Sheet as on that date:

Debit Balances	Rs.	Credit Balances	Rs.
Land & Building	1,98,000	Mortgage Loan	33,000
Farm Machinery	20,625	Bank Loan	8,250
Debtors	12,375	Share Capital(Rs10 each)	1,65,000
Stock on 1.4.2010		Creditors	4,125
Crop and fertilizers	4,125	Profit & Loss a/c(1.4.10)	8,250
Cattle	2,475	Provision for depreciation on Farm Machinery	10,725
Sheep	1,650	Outstanding expenses	1,650
Purchases:		Sales:	
Seeds & Fertilizers	825	Paddy	8,250
Cattle	1,650	Fruits	8,250
Sheep	825	Vegetables	4,125
Cattle feed	825	Cattle	12,375
Crop expenses	2,475	Sheep	8,250
Livestock expenses	1,650	Milk	4,125
Farm Machinery	825		
Maintenance			
Mortgage interest	2,475		
Bank interest			

Cash and Bank	16,500	
Salary:		
Manager	4,125	
Other staff	2,475	
Directors fees	825	
Auditors fees	825	
	2,76,375	2,76,375

Adjustments:

- Stock on 31.3.2011 was: Cattle Rs. 4,125; Sheep Rs. 2,475; Cattle feed Rs. 1,650; Seeds Rs. 1,650; Crop and Fertilizers Rs. 4,950.
- Salaries of Manager and other staff should be allocated between Crop and Livestock sections as 3:2 respectively.
- Depreciation at 10% should be provided on Farm Machinery.
- Rs. 1,238 worth of farm produce was consumed by the livestock.

Q.5 A Company issues 20,000 equity shares of Rs. 10 each at par and 6,000 debentures of Rs. 100 each at Rs. 80. The whole of the issue has been underwritten by Shah Company Ltd. for a commission of 3% on shares and 1% on debentures (nominal value). The whole of the shares were applied for, but applications for 5,000 debentures were received. All the applications were accepted. 20

Give journal entries to record the above transactions and prepare the Balance Sheet at this stage, assuming that all amounts due have been received.

Q.6 Write short notes on: 20

- Ex-Interest transactions
- Special features of Farm Accounting
- Meaning of Underwriting
- Preferential Creditor.

