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END SEMESTER EXAMINATION – APRIL/MAY 2026

COMMERCE – II SEMESTER B.COM (Repeaters)

24BCO23A/B: ADVANCED FINANCIAL ACCOUNTING

Time: 3 Hours **Max. Marks: 80**

Instruction: *Answer should be written completely in English*

SECTION – A

1. Answer any **SEVEN** questions. Each question carries **TWO** marks. **(7X2=14)**
   a) Expand LLP.
   b) Who is a designated partner in an LLP?
   c) Define Joint Venture.
   d) Name the two parties involved in a Joint Venture.
   e) Calculate the cost of goods sold: Sales Rs 4,20,000, rate of gross profit on cost is 20%.
   f) State any two examples for interdepartmental transfers.
   g) Mention the basis of apportionment of the following expenses
   a) Canteen expenses b) Labour welfare expenses
   h) Mention two features of an income and expenditure account.
   i) Expand ICAI and IND AS
   j) State two features of IND AS

SECTION - B

Answer any **THREE** questions. Each question carries **EIGHT** marks. **(3X8=24)**

2. Prepare a Profit & Loss Account for ABC LLP from the following details:
   - Revenue from Operations: ₹8,00,000
   - Cost of Goods Sold: ₹4,50,000
   - Operating Expenses: ₹1,00,000
   - Interest on Loan: ₹50,000
   - Tax Rate: 30%

3. Harish and Rajesh entered a joint venture sharing profits and losses in the ratio of 3:2. Harish contributed Rs 60000 and Rajesh Rs 80000.the amounts contributed by them were deposited into a joint bank account. They bought goods for cash Rs 100000 and from Harish for Rs 40000. They paid for carriage Rs 7000 rent Rs 2000 insurance Rs 3000 and other expenses Rs 4000 from joint bank account. all the goods were sold for Rs 180000. Prepare joint venture account and co-ventures capital account.

4. Sahana Ltd. Invoice goods to its branch at cost. From the following particulars prepare branch accounts from the year ended 31-03-2021, in the books of Head Office.

Particular	Amount (Rs.)
Branch stock on 01-04-2020	76,360
Branch stock on 31-03-2021	88,740
Branch debtors on 01-04-2020	50,000
Branch debtors on 31-03-2021	69,600
Cost of goods sent to branch during the year	3,80,000
Sales at branch	
Cash	1,80,000
Credit	2,96,600
Cash received from branch debtors during the year	2,76,000
Branch expenses paid by H.O.	20,620

5. State the basis of allocation of the following expenses in Departmental Accounting.
   a) Lighting charges
   b) Employee's insurance premium
   c) Discount allowed
   d) Canteen expenses
   e) Repairs and Insurance of the building
   f) Recreation expenses.
   g) Commission on sales
   h) workmen's compensation

6. Difference between Trading and Non-Trading organisations.

SECTION – C

Answer any **THREE** questions. Each question carries **FOURTEEN** marks. **(3X14=42)**

7. X and Y undertook a joint venture for the construction of a school building. Joint bank A/c was opened into which X and Y deposited Rs 3, 00,000 and Rs 1,00,000 respectively. Profit sharing ratio is 3:2.

Other details:

They paid Salaries Rs 33,000, wages Rs 1,90,000, building material purchased Rs 4,10,000, material supplied by X Rs 36,000, material supplied by Y Rs 35,000, they paid architect fees Rs 28,000, carriage inward Rs 44,000, machinery purchased Rs 90,000 on the completion of construction. Y was paid a remuneration of Rs 70,000. X took over unused materials of Rs 40,000. Machinery was sold for Rs 10,60,000 which was duly received. Prepare necessary ledger account

8. What are IND AS? Outline their meaning, objectives, features, and compare them with the traditional Indian GAAP.

9. From the following particulars prepare Trading and Profit and Loss Account in the books a trader and also prepare Balance Sheet.

Particulars	Dept. A	Dept. B	Total
Stock on 1-4-2023	17,400	14,700	
Purchases	35,000	30,000	
Sales	60,000	40,000	
Wages	8,200	2,700	
Rent, Taxes and Insurance			9,390
Sundry expenses			3,600
Salaries			3,000
Lighting and heating			2,100
Discount allowed			2,220
Discount received			650
Advertisement			3,680
Carriage inwards			2,340
Furniture			3,000
Plant and machinery			21,000
Sundry debtors			6,060
Sundry creditors			30,650
Capital			47,660
Drawings			4,500
Cash			10,070

Additional information:

- Internal transfer of goods from Department A to Department B at a cost price of Rs 420.
- Rent, taxes and insurance, sundry expenses, Lighting and heating, Salaries and carriage inwards to be distributed in the ratio of 2/3 & 1/3 in A and B.
- Advertising to be apportioned equally.
- Discount allowed and received to be apportioned as per sales and purchases, ignoring transfers.
- Depreciation @ 10% p.a. on Furniture and Plant and Machinery to be charged: to A department and to B department in the ratio of 3: 1.
- Stock on 31-3-2017 were department A Rs 16,740, department B Rs 12,050.

10. A Bata company of Kanpur has its branch at Delhi. Goods are invoiced to the branch at cost plus 25%. Branch has been instructed to deposit daily all cash received by it in the H.O. except petty expenses which are met by the branch manager from the petty cash amount sent by the H.O. from time to time.From the following particulars, prepare Delhi branch account in the books of the H.O. at Kanpur.

The branch sells the goods at the invoice price only.	**Rs**
Stock on 1.4.2023 at invoice price	60,000
Sundry debtors on 1.4.2023	36000
Cash in hand on 1.4.2023	1600
Office furniture on 1.4.2023	4800

Goods invoiced from H.O. (invoice price)	3,20,000
Goods returned to H.O. (invoice price)	4000
Cash received from debtors	1,20,000
Credit sales	120,000
Cash sales	2,00,000
Discount allowed to debtors	1200
Goods returned by debtors	1920
Expenses paid by H.O.	
For rent	4800
For salary	9600
For printing stationery	1200
Petty expenses paid by the branch manager	1120

Depreciation is to be provided on branch furniture at 10% p.a.

11. From the following particulars prepare the Departmental Trading and Profit and Loss Account for the year ending 31 -03-2024.

Particulars	Dept. A (Rs)	Dept. B (Rs)	Total (Rs)
Opening stock	28000	24000	52000
Purchases	150000	140000	290000
Sales	200000	160000	360000
Return outwards	2200	1600	3800
Salaries	18000	17000	35000
General salaries			23200
Rent and Rates			12000
Advertising			16200
Insurance			2000
Carriage inwards			10800
Discount allowed			3600
Discount earned			3080
Accountancy services			5720
Carriage outwards			2900

Additional information:

- General salaries are to be allocated equally.
- The area occupied is in the ratio of 2 : 3
- Insurance premium and Accounting service cannot be allocated conveniently to any department.
- Closing stock of Dept. A was Rs Rs 32,000 and that of Dept. B Rs34, 000