

2nd Sessional Examination, 2024
B. Com 3rd Semester
Sub: Advanced Financial Accounting

Total Mark-40

Time: 2 Hours
2X5=10

1. Answer the following question. (Any five)

- (a) What is Consolidated Fund?
- (b) What is a Lease Agreement?
- (c) Write two objectives of departmental accounting.
- (d) What do you mean by Short workings?
- (e) What is Memorandum Trading Account?
- (f) What is Royalty Suspense Account?

2. Answer the following question. (Any two)

5X2=10

- a. What is indemnity period? Why is Average Clause in insurance claim?
- b. State the importance of minimum rent in a lease agreement.
- c. What is Royalty? Distinguish between Royalty and Rent.

3. Answer the following question. (Any 2)

10X2=20

a. A fire occurred in the premises of Bharat Stores on 25th August, where a large part of the stock was destroyed. Salvage was Rs 15,000. Bharat Stores gives you the following information for the period January 1, to August 25.

- (i) Purchases Rs. 85,000
- (ii) Sales Rs. 90,000
- (iii) Goods costing Rs. 5,000 were taken by Bharat Stores for personal use.
- (iv) Cost price of stock on 1st January was Rs 40,000.

Over the past few years, Bharat Stores has been selling goods at a consistent gross profit margin of $33\frac{1}{3}\%$. The insurance policy was of Rs 50,000. It included average clause.

Bharat Stores asks you to prepare a statement of claim to be made on the Insurance Company.

b. A company has taken a lease of land at a royalty of Rs. 5 per ton of limestone raised with a Minimum Rent of Rs. 30,000 p.a. having right to recoup Short workings from future surplus royalties within first 3 years of the lease. The output of 4 years is given below-

1 st year	4,500 tons
2 nd year	5,500 tons
3 rd year	8,500 tons
4 th year	5,800 tons

Prepare the Statement showing Royalty, minimum rent, lessor etc.

c. Raghveer and Raghav of Dima Hasao carry on their business as cloth merchants in two departments viz S and K. During a Trading period, the requisite figures are as follows:

	S (Rs)	K(Rs)
Opening stock	1,20,000	30,000
Purchases	1,80,000	70,000
Sales	2,00,000	1,00,000
Closing Stock	1,40,000	20,000

The expenses for the trading period which are to be charged.
