

Program/Sem: M.Com Part I – Sem - I Course: Advanced Financial Accounting

Program Code: PGCOM01 Course Code: 59331

Duration: 2 Hours Date: 07 NOV 2025 Max. Marks: 50

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Draw neat diagrams wherever necessary.

Q. 1 **Attempt the following (Any One).** [14]

A. From the following information prepare the Profit and Loss A/c of Trinity Bank Ltd. for the year ended 31st March 2023.

Particulars	Rs.	Particulars	Rs.
Interest on loan	25,90,000	Rent and Rates	1,80,000
Interest on fixed deposits	27,50,000	Interest on Overdraft	15,40,000
Rebate on bills discounted	4,90,000	Director's Fees	30,000
Commissions	82,000	Auditor's Fees	12,000
Establishment charges	5,40,000	Interest on Saving Bank Deposits	6,80,000
Discount on bills discounted (net)	14,60,000	Postage and Telegram	14,000
Interest on Cash Credits	22,30,000	Printing and Stationery	29,000
Interest in Current Account	4,20,000	Sundry Charges	17,000

Bad debts to be written off amounted to Rs 4,00,000.

Provision for taxation may be made at 55% of net profit. Show your workings.

Transfer to statutory reserve to be @25%.

OR

B. From the following information, prepare the Profit and Loss Account of ABC Bank Ltd. for the year ended on 31st March, 2023:

Particulars	Rs.	Particulars	Rs.
Interest on loan	2,59,000	Rent and Rates	18,000
Interest on fixed deposits	2,75,000	Interest on Overdraft	1,54,000
Rebate on bills discounted	49,000	Director's Fees	3,000
Commissions	8,200	Auditor's Fees	1,200

Establishment	54,000	Interest on Saving Bank Deposits	68,000
Discount on bills discounted (net)	1,95,000	Postage and Telegram	1,400
Interest on Cash Credits	2,23,000	Printing and Stationery	2,900
Interest on Current Account	42,000	Sundry Expenses	1,700

Bad debts to be written-off amounted to Rs. 40,000. Provision for taxation may be made for Rs. 1,55,650.

Balance of profit from last year was Rs. 1,20,000. Transfer 25% of profits to Statutory Reserve and provide Rs. 20,000 for dividends. Corporate Dividend Tax is 17%.

Q. 2 Attempt the following (Any One).

[12]

A. Sunlife General Insurance Company submits the following information for the year ended 31st March 2023 :

Particulars	Direct Business	Reinsurance
Premium Received	65,75,000	9,50,000
Premium Paid	----	4,75,000
Claims paid during the year	42,50,000	5,00,000
Claims Payable - 1 st April 2022	6,25,000	87,000
31 st March 2023	7,18,000	60,000
Claims Received	----	3,25,000
Claims Receivable 1 st April 2022	----	65,000
31 st March 2023	----	1,10,000
Expenses on Management	2,30,000	-----
Commissions		
On Insurance Accepted	1,50,000	11,000
On Insurance Ceded	----	14,000

The following additional information is also available :

Expenses of management include Rs.35,000 Surveyor's fees and Rs. 45,000 legal expenses for settlement of claims.

Reserve for unexpired risk is to be maintained @ 40%. The balance of reserve for unexpired risk as on 1-4-22 was Rs. 24,50,000.

You are required to prepare the Revenue Account for the year ended 31st March, 2023.

OR

B. Modern Insurance Company's Fire Insurance division provide the following information, show the amount of claim as it would appear in the Revenue Account for the year ended 31st March, 2023.

Particulars	Direct Business	Reinsurance
Claims paid during the year	35,30,000	8,20,000
Claims Received	-----	3,20,000

Claims Payable - 1 st April 2022	8,23,000	58,000
31 st March 2023	8,75 ,000	87,000
Claims Received		
Claims Receivable 1 st April 2022	----	85,000
31 st March 2023	----	1,42,000
Expenses on Management	3,45 ,000	-----
(includes Rs 38,000 Surveyor's fee and & 42,000 Legal expenses for settlement of claims)		

Q. 3 Attempt the following (Any One).

[12]

A. Trial Balance as on 31.12.2023

Particulars	Debit(\$.)	Credit (\$)
Bills Receivable	2,500	----
Sundry Debtors	3,800	----
Sundry Creditors	----	1,100
Purchase	13,500	----
Sales	----	22,800
Furniture and Fixture	1,340	----
Stock (01-01-23)	2,000	----
Establishment Expenses	2,000	----
Salaries	1,400	----
Rent	400	----
Sundry expenses	1,450	----
Depreciation on furniture	128	----
Remittance to H.O	1,502	----
H.O A/C	----	6,920
Cash on Hand	800	----

Opening.

Rate → 1 \$ - 34

Closing.

Rate → 1 \$ - 36

Remittance to H.O (Branch) - 37068

H.O A/C→1778847

Original Furniture rate→1\$=30

Convert the above trial balance into Rupees Currency.

OR

Trial Balance as on 31.03.2023

B.	Particulars	Debit(\$.)	Credit (\$)
	Purchase	10,000	----
	Furniture	2,000	----
	Cash in hand	500	----
	Salaries	200	----
	Rent	600	----
	Insurance	150	----
	Sundry Debtors	1,500	----
	Stock (1.4.2023)	500	----
	Taxes	700	----
	Wages	700	----
	Plant and Machinery	8,000	----
	Depreciation on Machinery	200	----
	Depreciation on Furniture	300	----
	Legal expenses	400	----
	Sales	----	13,000
	Sundry Creditors	----	2,000
	Bills Payable	----	1,000
	Commission received	----	500
	Dividend Received	----	300
	Remittance to H.O	3,000	----
	H.O A/C	----	9,000

Opening.

Rate → 1 \$ - 50

Closing.

Rate → 1 \$ - 52

Remittance to H.O (Branch) - 1,70,000

H.O A/C → 5,00,000

Furniture Rate 1\$- 40

Machinery Rate 1\$ -45

Q. 4

Attempt the following (Any One).

[12]

A. From the following Trial Balance and additional information supplied to you, of a co-operative society, for the year ended 31-3-2023 as follows :

Trial Balance

Debit	Rs	Credit	Rs
Investments in Shares	50,000	Share Capital	1,00,000
Printing and Stationery	10,000	Bank Loan @ 10	3,50,000
Investment in Bank Shares	70,000	Interest p.a	
Fixed Assets	50,000	Interest on Members	3,50,000
Members Loan	8,00,000	Loan	
Purchase	11,90,000	Members Deposits	5,00,000
Office Rent	1,00,000	Sales	13,00,000
Salaries	1,00,000	Reserves and Other Funds	4,00,000
Travelling Expenses	18,000		
Freight	12,000		
Coolie Charges	10,000		
Bank Balance	3,30,000		
Bank Interest Paid	2,60,000		
	30,00,000		30,00,000

Additional Information:

- (i) Provide Audit Fees for Rs 6,000.
- (ii) Provide Depreciation on Fixed Assets 5%.
- (iii) Outstanding Office Salaries Rs 10,000.
- (iv) Closing Stock Rs 3,20,000.

You are required to prepare Trading, Profit and Loss Account for the year ended 31st March, 2023 and Balance Sheet as on that date.

OR

B. Short notes (any three)

1. Co-operative society
2. Statutory Reserve Fund
3. Appropriation of profit
4. Overdue interest
5. Members Deposit

-- X -- X --