



Laxmi Singh Charitable Trust's (Regd.)

**THAKUR INSTITUTE OF  
MANAGEMENT STUDIES & RESEARCH**

(Approved by AICTE, Govt. of Maharashtra & Affiliated to University of Mumbai)

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**Sample 1 Mapping of Course Outcomes with Question Papers**

**Academic Year** 2019-20  
**Batch** 2019-21  
**Program** MMS  
**Specialization** General management  
**Semester** I  
**Course** Financial Accounting  
**Faculty** Dr. Shebaz Khan

- CO1: To understand the basic concepts and fundamentals used in financial accounting.
- CO2: To learn all the intricacies of corporate financial statements.

Question Number	CO 1	CO 2
Q1	*	*
Q2	*	*
Q3		*
Q4		*
Q5	*	*
Q6		*
Q.7		*



## TIMSR

Program : MMS (F/M/H/O) Semester : I

Seat No: \_\_\_\_\_

Duration : 3 hours

Month &amp; Year : JAN-2020

Course: Financial Accounting

Marks: 60

## Instructions:-

- Q. No 1 is compulsory.
- Attempt **Any Four** from the Remaining Six Questions.
- Figures to the right indicate marks in full.

Q. 1

- a) From the following balances of Mr. Malhotra Ltd, prepare a vertical Balance sheet of the Company as on 31<sup>st</sup> March, 2018 as per Companies act, 2013..

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Particulars	Amount	Particulars	Amount
Equity share capital	26,00,000	Advances to employees	150000
General Reserves	30,000	Discount on issue of Debentures	12500
12% Debenture	4,00,000	Tools and equipment	375000
Plant and Machinery	15,54,970	Gratuity fund	3,00,000
Goodwill	10,00,000	Debtors	138520
Bank Overdraft	2,45,100	Cash at bank	157160
Proposed Dividend	82000	Stock	177800
Prepaid insurance	25000	Profit & loss a/c	21490
Mutual fund	168000	Trade receivable	44600
Interest payable	32400	Creditors	92560

- b) Journalize the following transactions:

1. Bought goods from Kishore on credit Rs. 3000@10% T.D.
2. Goods purchased from Ram Rs. 20,000 @ 5% C.D.
3. Sold goods Rs. 30,000 to Karan on credit @ 10% T.D.
4. Sold goods to Keshav Rs.40,000 @ 5% C.D.
5. Goods purchased from Vikram Rs. 28,000 @ 10% T.D and 5% C.D on credit.
6. Goods Rs.5000 sold to Hayan @ 10% T.D, @ 5% C.D on credit.



**Q. 2** Answer **Any two** from the following.

**5x2 = 10**

- a. From the following Trial Balance of Mr R Kapoor, you are required to prepare Profit and Loss a/c and Balance Sheet as per Schedule VI of companies act 1956 for the year ended 31<sup>st</sup> march 2019

Particulars	Debit	Credit
Drawings and Capital	10,000	1,00,000
Bank of Maharashtra		40,000
Debtors and Creditors	72,000	50,000
Opening Stock	80,000	
Purchases and Sales	6,00,000	7,10,000
Buildings	60,000	
Furniture	3,000	
Advertisement expenses	4,600	
Insurance	6,000	
Sundry expenses	12,000	
Salaries	40,000	
Commission		400
Provision for doubtful debts		5600
Bad debts	4,000	
Carriage Inwards	8,000	
Printing & Stationary	1,000	
Postage , Telephone & Telegrams	1,000	
Cash on Hand	600	
Bank of India	3,000	
Carriage outwards	800	
	9,06,000	9,06,000

Adjustments:

1. Closing stock 90,000
2. Depreciate Building by 5% and furniture by 10%

- b. Following is the information of ABC Co.

Particulars	2018	2019
Equity share capital	5,00,000	4,00,000
Reserves & surplus	3,00,000	2,00,000
8% Preference share capital	2,50,000	3,00,000
6% Debentures	2,50,000	4,00,000

- a) Find out Capital Gearing Ratio
- b) Analyze performance of ABC Co. from its ratio identified.

c.

Identify the items whether long term borrowing, short term borrowing, long term provisions and short term provisions.

- a) 12% Debenture
- b) Bank overdraft
- c) Gratuity fund
- d) Income tax provision
- e) 9% Bonds



**Q. 3** Answer **Any two** from the following. **5x2= 10**

- a. Prepare Store Ledger account based on the following Information provided by Rishab Ltd for the month of December 2019 on the basis of First In First out method of Inventory valuation.

Opening Stock 2000 units at 4 per Unit  
 December 4: Purchased 3000 units @ 5 per Unit  
 December 7 :Issued 4000 units  
 December 12: Purchased 3500 units @ 6 per unit  
 December 18 :Purchased 1000 units@ 8 per Unit  
 December 25 :Issued 2000 units  
 December 28 :Issued 1500 units

- b. Prepare Store Ledger account based on the following Information provided by Rahane Ltd for the month of December 2019 on the basis of Last In First out method of Inventory valuation.

Opening Stock 200 units @ 20 per Unit

**Purchases**

Dec 3 : 400 units @ 18 per Unit  
 Dec 6 : 300 units @ 22 Per Unit  
 Dec 15 : 800 units @ 25 Per Unit  
 Dec 25 : 600 units @ 20 per Unit

**Issues**

Dec 10 : 500 units  
 Dec 16: 400 units  
 Dec 28: 200 units



- c. Distinguish between Direct and Indirect Material

**Q. 4** Answer **Any two** from the following. **5x2 = 10**

- a. Vihari Co. Ltd presents the following information. You are required to calculate funds from Operation

Particulars	Amount	Particulars	Amount
To expenses		By Gross profit	200000
Operations	100000	By gain on sale of plant	20000
Depreciation	40000		
To Loss on sale of bldg	10000		
To advertisement suspense a/c	5000		
To discount allowed to customers	500		
To discount on Issue of shares written off	500		
To Goodwill	12000		
To Net profit	52000		
	220000		220000

- b. From the following Balance sheet of VS Ltd as on 31<sup>st</sup> December 2018 and 2019. You are required to prepare

## A statement of changes in Working Capital.

Liabilities	Amount	Amount	Assets	Amount	Amount
Equity Share Capital	10,00,000	8,00,000	Goodwill	10,000	5,000
9% Redeemable Preference Share capital	5,00,000	4,00,000	Land & Building	8,00,000	15,00,000
12% Debentures	7,00,000	5,00,000	Plant & Machinery	15,00,000	10,00,000
General Reserve	3,00,000	2,00,000	Furniture	50,000	45,000
P & L a/c	5,00,000	7,00,000	Investment	5,00,000	4,00,000
Share Premium	50,000	80,000	Stock	6,00,000	7,50,000
13% Public Deposit	8,00,000	12,00,000	Debtors	2,00,000	1,70,000
Sundry Creditors	80,000	1,00,000	Bill Receivable	80,000	90,000
Bills Payable	60,000	40,000	Accrued Expenses	10,000	6,000
Bank Overdraft	1,00,000	1,20,000	Prepaid Expenses		2,000
Outstanding Expenses	3,000	1,000	Cash at Bank	3,00,000	1,50,000
			Cash in Hand	43,000	23,000
	40,93,000	41,41,000		40,93,000	41,41,000

- c. From the following items, identify the type of account whether Personal, Real or Nominal along with example.
- Furniture purchased
  - Directors fees paid
  - Bank of America
  - Tuition fees paid from Business
  - Money invested in Business.



| Q. 5 | Answer **Any two** from the following.

| 5x2 = 10 |

- a. From the following Balance Sheet of Ishant Ltd. Prepare Cash flow Statement

Liabilities	2018	2019	Assets	2018	2019
Equity Share Capital	2,00,000	2,50,000	Goodwill	30,000	20,000
12% Preference Share Capital	50,000	40,000	Building	1,00,000	80,000
General Reserves	35,000	55,000	Plant	40,000	70,000
P&L a/c	15,000	17,000	Debtors	1,20,000	1,60,000

Creditors	23,000	5,000	Stock	18,000	20,000
			Cash	15,000	17,000
	3,23,000	3,67,000		3,23,000	3,67,000

Depreciation charged on Plant INR 30,000 & Building INR 50,000

- b. Following details are provided by Shami Ltd. You are required to calculate Net Profit Ratio

Particulars	Amount
Total Sales	1,20,000
Sales Return	6,000
Cost of Sales	80,000
Indirect Expenses	5,500

- c. Write a Short Note on Solvency Ratio

**Q. 6** Answer **Any two** from the following.

**5x2 = 10**

- a. Following is the Balance Sheet of Ravindra Ltd.as on 31<sup>st</sup> December 2019

Liabilities	Amount	Assets	Amount
Equity Capital	2,00,000	Goodwill	25,000
Preference Capital	1,00,000	Building	2,00,000
General Reserve	50,000	Debtors	1,00,000
P & L a/c	1,00,000	Stock	1,25,000
Creditors	1,50,000	Cash	2,00,000
Outstanding Expenses	75,000	Preliminary Expenses	25,000
	<b>6,75,000</b>		<b>6,75,000</b>

Find: a) Current Ratio

b)Analyze performance of XYZ Co. From its ratio identified.

- b. State with reasons whether the following expenses incurred by Jadeja in the financial year 2018-19 will be classified as Capital, Revenue or Deferred revenue.
- Purchase a Old typewriter for Office use for INR 8,000
  - Import duty paid for purchase of Raw materials
  - White Washing of Factory Building
  - Heavy Advertising expenses incurred for Launch of New product
- c. Distinguish between capital expenditure and Revenue expenditure.

**Q. 7** Short Notes(Any two)

**5x2 = 10**

- Liquidity Ratios
- Elements in cost accounting
- Matching and Dual concept
- GAAP & IFRS

