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BACHELOR OF COMMERCE(B.COM)
EXAMINATION – MAY- 2025
SECOND SEMESTER

Sub.: Advance Financial Accounting (BCOM23-201/ BCOM24-201)

Date: 7/05/2025

Total Marks: 60

Time: 10.00 am to 12.30pm

Instructions: 1) All questions are compulsory. 2) Figures to the right indicate full marks.

Q.1 a) Fill in the blanks (Any 5) (05)

1. Which of the following is not an asset?
 - a) Building
 - b) Furniture
 - c) Machinery
 - d) Loan from bank
2. Which of the following is not a liability?
 - a) Debenture
 - b) Loan
 - c) Bank overdraft
 - d) Machinery
3. Which of the following is a formula of working capital?
 - a) Current assets + Current liabilities
 - b) Current assets - Current liabilities
 - c) Current assets – Long term liabilities
 - d) Share capital + Fixed assets
4. Which of the following is not a current liability?
 - a) Creditors
 - b) Bank over draft
 - c) Short term loans
 - d) Debenture
5. Excess of minimum rent over royalties is called: _____.
 - a) Short working
 - b) Dead rent
 - c) Royalties
 - d) None of them
6. Royalty account is the nature of _____.
 - a) Real account
 - b) Personal Account
 - c) Nominal Account
 - d) None of them
7. When royalty is paid in the book of lessee, it is debited to _____.
 - a) Royalty account
 - b) P & L account
 - c) Landlord account
 - d) Lessee account

b) State whether the following statement are true or false (any 5) (05)

1. Copyright Royalties are based on sales
2. Ledger is individual account
3. Balance sheet is a financial status of the business
4. Operational lease is revocable
5. When the branch is located in foreign country it is called foreign branch.
6. Journal is recording of accounts.
7. Royalty account is a Personal Account.

- Q. 2 a)** The Apple Coal. Co. Ltd leased a piece of land form Anand for ten years from 1st January 2020 **(20)**
on the following terms.-

The Pune Coal Co. Ltd. shall pay a minimum lent of Rs. 1400 per year for the first year with an annual increase of Rs. 140 in every subsequent year in the minimum lent merging into a royalty of 25 paise per ton of coal taken out with power to coup short working in the first three years only. The annual output for five years was as under

Years	Tons
2020	2400
2021	5200
2022	9400
2023	12,200
2024	4920

Record the above transactions in the books of the Apple Coal Co. Ltd. by means of Journal entries.

Or

- b)** What do you mean by Branch? State types of Branches.

- Q. 3 a)** Ramesh leased his car valued Rs.89730. A lease Rental Rs.30000. Payable at the end of each year for 5 years. Calculate rate of interest. Verify it. **(10)**

(Factor 2.991- Lies in 20%)

PV factor at 20%	1 st year	.833
	2 nd year	.694
	3 rd year	.579
	4 th year	.482
	5 th year	.402

- b) Write short notes. (Any 2)** **(05)**

- Share Capital
- Reserve Funds
- Objectives of branch accounting
- Types of Societies

- Q. 4 a)** Finolex Ltd. takes on oil tanker on lease for 4 years. It secured at contract with transport company to transport oil. The agreement was done on 1st Jan 2018. **(15)**

Rent agreed; Rs. 1,20,000 Rs. 1,00,000; Rs. 81,000; Rs. 60,000 His other income and expenses is given as_-

Particulars	2018	2019	2020	2021
Driver Salary	40,000	42,000	42,000	44,000
Administrative				
Overheads	20,000	20,000	26,000	28,000
Diesel & Oil	20,000	32,000	36,000	32,000
Hire Poud	1,80,000	1,90,000	2,00,000	1,92,000

Capital Balance at beginning Rs. 40,000 All payments and receipts are in cash.

You are required to show

- Profit and Loss Account for four years
- Balance Sheet

OR

- b)** Differentials between Privates accounting and Government accounting.