



**KERALA AGRICULTURAL UNIVERSITY**  
**B.Sc. ( Hons.) C & B 2016 Admission**  
**III Semester Final Examination-January-2018**

Mmgt.2104

**Financial Accounting II (1+2)**

**Marks: 50**  
**Time: 2 hours**

**I Fill in the blanks: (10x1=10)**

- 1 Del credere commission is payable on -----
- 2 A----- Partner does not have liability to share the loss incurred by a firm.
- 3 Interest on calls in arrears is charged according to Table A at ----- per annum.
- 4 Revaluation account is a -----account.
- 5 Unrecorded liability paid at the time of dissolution is to be debited to -----account.

**State whether the following statements are True or False**

- 6 Partnership deed is different from partnership agreement.
- 7 Goods sent on consignment are a sale.
- 8 A company can purchase its own equity share.
- 9 Branch stock account is always prepared at cost price
- 10 Royalty paid on sales is debited to the profit & Loss Account

**II Write short notes on any FIVE of the following (5x2=10)**

- 1 What do you mean by right issue of shares?
- 2 Briefly explain the features of dependent branches.
- 3 What is memorandum revaluation account? What purpose does it serve?
- 4 State the objectives of preparing departmental accounts.
- 5 Write a note on stock and debtor system.
- 6 What are the features of farm accounting?
- 7 What do you mean by Realisation Account?

**III Write short essays on any FIVE of the following (5x4=20)**

- 1 What are the conditions which should be fulfilled for issue of shares for discount?
- 2 What are the different kinds of preference shares?
- 3 Maheer purchases a car on hire- purchase system. The total cash price of the car is Rs.15980, payable Rs. 4000 down and three installments of Rs.6000, Rs. 5000 and Rs.2000 payable at the end of first, second and third year respectively. Interest is charged @ 5% p.a. You are required to calculate interest paid interest paid by the buyer to the seller each year.
- 4 Explain the different methods used for valuation of goodwill.
- 5 Explain the modes of dissolution of firm.
- 6 State the differences between hire purchase system and Installment system
- 7 Enumerate the recurring and non-recurring expenses in consignment accounts?

**IV Write Essay on any ONE of the following (1x10=10)**

- 1 Give the journal entries for issue of shares from application money to final call.
- 2 A and B are partners sharing profits in the ratio 3:2 with capitals of Rs.12000 and Rs. 5400 respectively. C is admitted as a new Partner for 1/3 share of profits with a capital of Rs.7500. Adjust the capital of them in the new profit sharing ratio. Give necessary journal entries.

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