



KERALA AGRICULTURAL UNIVERSITY
B.Sc. (Hons.) C & B 2017 Admission
III Semester Final Examination-January-2019

Mmgt.2104

Financial Accounting II (1+2)

Marks: 50
Time: 2 hours

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

- 1 A company usually cannot issue shares at a discount of more than -----%.
- 2 Royalty payable is credited to ----- Account.
- 3 Under the final account system ,branch account is of the nature of a -----account.
- 4 Abnormal loss on consignment is debited to -----account.
- 5 Grain consumed by the farmer's family must be credited to -----account.
- 6 Royalty suspense account shows the short workings which exist between the tenant and -----

State True or False, also correct the false statements.

- 7 Under the instalment system, the buyer has the option to return the goods.
- 8 For unsold stock lying with the consignee, no entry is made in his books.
- 9 In debtors system, depreciation on furniture is not shown on the debit side of branch account.
- 10 Royalty paid on units sold is debited to production account.

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

- 1 Reserve for unrealised profit.
- 2 Valuation of stock on consignment.
- 3 Fixed capital method.
- 4 Allocation of expenses to departments.
- 5 Profit and loss appropriation account of a partner-ship firm.
- 6 Accounting treatment of calls in arrears.
- 7 Goods in transit and its reconciliation in the head office books.

III Answer any FIVE of the following (5x4=20)

- 1 Hire-purchase trading account.
- 2 Realisation method and its contents.
- 3 Journal entries passed in the books of vendor in relation to instalment sales.
- 4 Accounting treatment for shortworkings in the book of lessee.
- 5 Meaning of "current assets" and "current liabilities" in the context of balance-sheet of a company as per schedule III.
- 6 Special documents prepared in relation to consignment business.
- 7 Features of balance-sheet of a company.

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

- 1 Independent branch and method of incorporating branch trial balance in the head office books.
- 2 Good will and its different method of valuation.
