



SHREE H. N. SHUKLA COLLEGE OF I.T. & MGMT.

(AFFILIATED TO SAURASHTRA UNIVERSITY)

3- Vaishalinagar
Nr. Amrapali Railway Crossing
Raiya Road, Rajkot – 360001
Ph. No–(0281)2471645

2 – Vaishalinagar
Nr. Amrapali Railway Crossing
Raiya Road, Rajkot - 360001
Ph.No–(0281)2440478, 2472590

ASSIGNMENT PAPER-2023

BCOM -4

SUB: ACCOUNTING 4

Marks -70

1. mohan ltd.was incorporated on 1-5-2020, to take over the business of manoj&sons from 1-1-2020. the certificate of commencement of business was issued on 1-6-2020. the final accounts of the company were prepared for the first time on 31-10-2020.

taking the following information in to account, prepare a statement showing profit or loss prior to and after incorporation.

PARTICULARS	RS.
commission on sale 1%	60,000
gross profit in 25% of sales.	
bad debts reserve	24,000
salaries	2,40,000
rent	50,000
general exp.	30,000
preliminary exps.	40,000
share transfer fees	4,000
audit fees	30,000
interest paid to vendor	32,000
bad-debts	40,000
salesman allowance	20,000
depreciation	90,000
salesman salaries	32,000
advertisement exp.	16,000

ADDITIONAL INFORMATION:

1. Bad debts of rs.10,000 are related to the debtors of the pre- incorporation period
2. purchase value was paid to the vendor on the date of incorporation.
3. the sales of pre-incorporation period was rs.15,00,000.
4. rent per month was rs.5000 upto 1-5-2020,then after it was rs. 6000 per month.
5. building was purchased by the company on 1-10-2020.

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OR

1. vimal ltd was incorporated on 1-5-2020 to purchase existing business of axay brothers with effect from 1-



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1-2020. first final accounts of the company were purchase on 31-10-2020.
prepare statement showing profit or loss of periods prior to and after incorporation from te information given below:

PARTICULARS	RS.
Advertisement exp(rs.50 every month)	500
salary	5,000
bad debts	1,000
preliminary exp	1,500
Rent	1,300
bad debts reserve	500
general exp	750
depreciation	4,500
allowances of salesmen	500
directors fees	2,000
audit fees	600
debenture discount	1250
interest paid to seller	1,500
rent received	2500
share transfer fees	250
commission on sales(2%) ratevof gross profit on sales is 30%.	5,000

ADDITIONAL INFORMATION :

1. sales prior to incorporation is rs.50,000
2. rent is paid at rs.100 per month till 1-6-2020 and rs.200 per month thereafter.building has been purchased on 1-10-2020.
3. seller was paid purchase price on 1-7-2020.
4. bad debts of rs.500 is for period after incorporation.
5. audit fees consider after incorporation period.

Q.2 shri ganesh filed his insolvency petition on 30th june 2020, when his statement of affires composed of



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the following data.

	rs.
unsecured creditors	40,000
liabilities on bills receivable discounted	2,000
creditors secured by lien on share	20,000
creditors secured by lien on stock	7,500
preferential creditors for wages and salaries ect.	1,500
income tax and other taxes owing to government	30,500
books debts (estimated to produce rs.3500)	12,500
shares (estimated to realise rs.10,000)	7,500
stock (estimated to realise rs.9000)	30,000
bills receivables	1,000
machinary (estimated to realise rs.13,000)	28,000
other assets (estimated to realise rs.5000)	15,000

on 1-7-2014, six years ago he had a caption of rs.43,000.during this period profits were made to the extent of rs.22,500 and losses incurred were rs.12,500, after allowing interest on capital rs. 1,250 per annum.withdrawals during tis amounted to 66,000.

prepare statement of affairs and deficiency account.

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OR

2. Due to his inability to meet his liabilities, shri late latif was forced to file an insolvency petition on 31-12-2019.his position was as under on that date.

rs.	book value realised RS.	estimated to
unsecured creditors	54,000	
preferential creditors	6,000	
loan-first mortgage	30,000	
loan-second mortgage	9,000	
sundry assets	60,000	30,300
building (security for mortgage)	45,000	33,900

mr.late latif started hias business on 1-1-2017,with a capital which he does not remember. he has withdrawn rs.25,200 during the three years for his privet use, amd has incurred losses of rs.42,000 during these years. speculation losses,were rs.1,800.

his personal bank deposite was rs.30,000. assuming receiver's exp. to be rs.300, prepare a statement of affairs and deficiency account.



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3. fire occurs in the godown of mr. kamnasib on 31st january, 2021 and all goods were destroyed . *from* the available records, the following information is given to ou for preparing a statement of claim to be presented to the insurance company.

YEARS	2018 RS.	2019 RS.	2020 RS.	31 ST JAN 2021RS.
Opening stock	27,090	36,000	40,000	41,000
Net purchase	74,900	80,000	81,000	6,000
Net sales	1,20,000	1,32,000	1,40,000	12,000
Wages	17,400	19,000	20,900	2,000
Closing stock	36,000	40,000	41,000	?

Prepare the statement of claim.

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Or

3. A fire took palce in the godown of shri ramanuj on 15-12-2020. Find out the amount of claim form following information.

PARTICULARS	FROM 1-4-20 TO 15-12-20 rs.	FOR THE YEAR ENDED ON 31-3- 20 rs.
Opening stock	1,80,000	-----
Purchase	7,20,000	6,60,000
Purchase	10,00,000	6,00,000
Wages	40,000	20,000
Salaries	20,000	10,000
Closing stock	?	1,80,000

ADDITIONAL INFORMATION:

- 1) the stock is always valued at 10% less than the cost.
- 2) Purchases till the date of fire include the following:
 Bills received but goods not received rs. 40,000
 Goods received but bills not received rs. 20,000
- 3) Sales till the date of fire include the followings:
 Goods withdrawn for personal use worth rs.40,000
 Goods despatched but bills not prepared rs. 60,000
 Bills prepared but goods not despatched rs. 20,000
- 4) The stock salvaged value was rs.20,000 and expanses to mitigate the fire were rs. 6,000
- 5) Goods insured for rs. 80,000subject to average clause.



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4. The following information is available from the accounting records of shri riyanfor the year ending on 31-12-2019:

PARTICULARS	RS.
Opening stock (1-1-2019)	6,350
Closing stock (31-12-2019)	8,250
Wages:	
Fixed: 2,500	
Variable: 9,900	12,400
Selling exp:	
Fixed : 3,500	
Variable: 2,500	6,000
Purchase	33,000
Sales	58,000
Office exp(fixed)	5,100

He has taken out two policies,one against the loss of stock amd the other against the loss of profit, for the rs.10,000 and 11,700 respectively.a fire took place on 1-3-2020 and the entire stock burnt away. Period of indemnity was of five months. The rate of gross profit is maintained.other details were as under:

1. For the period from 1-1-2020 to 28-2-2020; purchase rs.5,000,wages rs. 1,000 and sales rs.6,200.
- 2.Sales: from 1-1-2019 to 28-2-2019
- 3.Sales: from 1-3-2019 to 31-7-2019
- 4.Sales:from 1-3-2020 to 31-7-2020

Prepare the statement showing the amount of claim:

1. For the loss of stock of goods
- 2.For the loss of profit.

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Or

4. meera ltd, has taken a loss of profit policy of rs. 3,50,000. Fire broke out on 1-10-2020 and some its activities were suspended for 4 months.

The indemnity period is for the 3 months. The net profit of the company for the year ending 30-6-2020 was rs.2,85,500 after debeting standing charges of rs. 14,500. The sales for the same year werers.20,00,000, sales for the year ending on 30-9-2020 amounted 25,00,000. Sales for 3 months ending on 31-12-2020 were rs. 4,00,000 and sales for 9 months ending 30-9-2020 were rs.19,00,000.

It is revealed that the profit percentage will go up by 2% comparing to the last year.Compute

the amount of claim.