



C20-CCP-302

7298

BOARD DIPLOMA EXAMINATION, (C-20)

OCTOBER/NOVEMBER—2023

DCCP - THIRD SEMESTER EXAMINATION

ACCOUNTANCY—II

Time : 3 Hours]

[Total Marks : 80

PART—A

3×10=30

- Instructions :** (1) Answer **all** questions.
(2) Each question carries **three** marks.
(3) Answers should be brief and straight to the point and shall not exceed five simple sentences.

1. List any three errors not disclosed by Trial Balance.
2. Define Depreciation.
3. Balaji and Co. purchased a Machinery for ₹45,000 on 1st January, 2000. A sum of ₹7,000 was spent upon its installation charges. The estimated life of Machinery is 10 years and the residual value is ₹2,000. Find out the amount of annual depreciation under Straight Line Method.
4. Define a Bill of Exchange.
5. Name different parties of a bill of exchange.
6. Distinguish between Trading and Non-Trading concerns.
7. State the meaning of deferred revenue expenditure.
8. Write any three features of Receipts and Payments Account.

9. What is proforma invoice price?
10. Nandini & Co. sent 200 boxes of medicines to Haritha & Co., costing ₹500 each. The following expenses were incurred in connection with the consignment :
- (a) Nandini & Co. paid ₹1,000 for freight, ₹2,000 towards forwarding charges and ₹500 as packing charges.
- (b) Godown rent ₹1,000 is paid by Haritha & Co. Consignee sold 150 boxes @ ₹750 each box.

Find the value of unsold stock.

PART—B

8×5=40

- Instructions :** (1) Answer **all** questions.
(2) Each question carries **eight** marks.
(3) Answers should be comprehensive and criterion for valuation is the content but not the length of the answer.

11. (a) Rectify the following errors :
- (i) Salary paid to Ravi ₹900 has been debited to his account.
- (ii) Rent paid to Mr. Syam ₹4,000, has been debited to his account.
- (iii) Goods sold to Rama Rao ₹400 was not recorded in the books.
- (iv) Office furniture bought for ₹7,200 wrongly debited to Office Expenses Account.

(OR)

- (b) Explain the errors disclosed by Trial Balance.

12. (a) On 1st July, 2014, a company purchased a Plant for ₹22,000. It was also decided to provide depreciation at 10% on Fixed Installment Method. On 30th June, 2017, that Plant was sold for ₹20,000. Show Plant Account assuming the books will be closed on 31st December every year.

(OR)

(b) Ravi & Co. purchased a Machinery worth ₹50,000 on 01.01.2012 on which depreciation is to be calculated @ 10% p.a. under Diminishing Balance Method. Show the Machinery Account for four years assuming the books are closed on 31st December every year.

13. (a) On 5th April, 2010, Ajay sold goods to Mahesh for ₹10,000 on credit and drew a bill of exchange for 3 months and discounted the bill for 5% on the same date. On the due date, the bill was honoured. Show the journal entries in the books of both the parties.

(OR)

(b) Rahul sold goods to Sai Kumar for ₹15,000 on 06.08.2018 on credit. He drafted a bill of exchange for the amount for 4 months which was accepted by Sai Kumar. On the same day, Rahul endorsed the bill to his creditor Rajesh. On the due date, the bill was honoured. Pass necessary journal entries in the books of all the parties.

14. (a) From the following particulars, prepare a Receipts and Payments Account and find the closing Bank Balance as on 31st March, 2020 :

	₹
Cash Balance	1,200
Bank Balance	1,800
Subscriptions Received	2,500
Locker's Rent Received	1,000
Postage	500
Printing and Stationary	600
Wages to ground staff	1,000
Cricket bats and balls	800
Sale of old balls	300
Entrance Fees	500
Life Membership Fees	2,000
Electricity and Lighting Charges	750
Purchase of Furniture	2,800

(OR)

(b) Explain the features of Income and Expenditure Account and draw its proforma.

- 15.** (a) Sandeep & Co. of Hyderabad consigned 100 radio sets to Sudheer & Co. of Kakinada. The cost of each radio set was ₹600. Sandeep & Co. paid insurance ₹1,500 and freight ₹800. Account sales was received from Sudheer & Co. showing the sale of 80 radio sets at ₹800 each. They paid carriage ₹200, advertisement expenses ₹1,300 and commission @ 5% on sales. Show necessary accounts in the books of Sandeep & Co.

(OR)

(b) Prabha & Co. of Mumbai consigned 500 bales of cloth @ ₹2,000 per bale to Navya of Hyderabad. Prabha & Co paid ₹7,500 as carriage expenses and ₹2,500 as other expenses. Navya paid ₹1,50,000 as advance and received the consignment. She sold 400 bales @ ₹2,500 each and 50 bales @ ₹2,800 each. She deducted ₹2,000 as expenses, 10% commission on sales as advance and sent the remaining balance by draft. Pass necessary ledger accounts in the books of Prabha & Co.

PART—C

10×1=10

Instructions : (1) Answer the following question.

(2) The question carries **ten** marks.

(3) Answer should be comprehensive and the criterion for valuation is the content but not the length of the answer.

- 16.** Following is the Receipts and Payments Account of Visakhapatnam Sports Club for the year ended 31st December, 2016. Prepare Income and Expenditure Account and Balance Sheet.

Receipts and Payments Account as on 31.12.2016

Receipts	(₹)	Payments	(₹)
To Donations	50,000	By Salaries	1,800
To Life membership fees	1,500	By Buildings	40,000
To Entrance fees	2,500	By Tournament expenses	900
To Subscriptions	3,200	By Expenses of cricket	1,140
To Tournament fund	10,000	By Insurance	360
To Interest on investment	200	By Gardening	170
To Sundry receipts	1,000	By Printing	80
		By Sundry expenses	150
		By Investments	18,000
		By Balance c/d	5,800
Total	68,400		68,400

Additional information :

- (a) Outstanding subscriptions for the current year is ₹300
- (b) Unpaid salaries for 2016 was ₹170
- (c) Interest receivable on Investment ₹200

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