

**258 (New Syllabus)****II**

Total No. of Questions – 32

Regd.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Total No. of Printed Pages - 4

No.

**Part – III**  
**COMMERCE, Paper – II**  
**(English Version)**

Time : 3 Hours]

[Max. Marks : 100

**PART-I (Marks-50)****SECTION – A****Note :** Answer any **two** of the following questions in not exceeding **40** lines each : **2 × 10 = 20**

1. Explain the term Insurance. Discuss the principles of Insurance.
2. Explain the functions of SEBI.
3. Who is consumer ? What are the responsibilities of a consumer ?

**SECTION – B****Note :** Answer any **four** of the following questions in not exceeding **20** lines each : **4 × 5 = 20**

4. Explain five functions of an Entrepreneur.
5. Explain five characteristics of Entrepreneurs.
6. Distinguish between Home Trade and Foreign Trade.
7. Explain the main five advantages of SEZ.
8. Explain five benefits of Transport.
9. Distinguish between Primary Market and Secondary Market.

## SECTION – C

**Note :** Answer any **five** of the following questions in not exceeding **5** lines each : **5 × 2 = 10**

10. Explain the meaning of Entrepreneur.
11. Write two types of Entrepreneurs.
12. Entrepot Trade.
13. ATM
14. Mobile Banking.
15. SENSEX
16. Capital Market.
17. National Commission.

## PART-II (Marks-50)

## SECTION – D

**Note :** Answer the following question : **1 × 20 = 20**

18. A and B share profits in the proportions of  $\frac{3}{5}$  and  $\frac{2}{5}$ , their Balance Sheet on Dec. 31, 2014 was as follows :

Balance Sheet

Liabilities	Amount ₹	Assets	Amount ₹
Sundry Creditors	41,500	Cash in hand	26,500
Bills Payable	4,000	Bills receivables	3,000
<u>Capitals :</u>		Debtors	16,000
A – 30,000		Stock	20,000
B – <u>16,000</u>	46,000	Fixtures	1,000
		Land & Buildings	25,000
	<b>91,500</b>		<b>91,500</b>

On that date 'C' was admitted into partnership on the following terms :

- (a) That 'C' pay ₹ 10,000 as his Capital and ₹ 5,000 as goodwill for his  $\frac{1}{6}$  share in Profits.
- (b) That stock and fixtures be reduced by 10% and 10% respectively.
- (c) A provision of 10% for doubtful debts was to be created on debtors.
- (d) The value of land & buildings be appreciated by 20%.

Prepare necessary Accounts and the new Balance Sheet on the admission of 'C'.

## SECTION – E

**Note :** Answer any **one** of the following questions :

**1 × 10 = 10**

19. Krishna and Co. of Bombay consign 500 TV sets to Rama and Co. of Vijayawada. The cost of each TV set ₹ 5,000. Krishna and Co. paid insurance ₹ 10,000 and freight ₹ 15,000. Account sales was received from Rama and Co. showing the following particulars :

- (1) 400 TV sets sold each at ₹ 6,000
- (2) Advertisement expenses ₹ 20,000.
- (3) Commission 10% on sales.

Rama and Co. send a bank draft for the balance due to consignor. Show ledger accounts in the books of Krishna and Co. of Bombay.

20. Visakha Town Club provided Receipts and Payments A/c for the year ended 31-3-2013. Prepare Income and Expenditure A/c.

Dr.		Receipts and Payments A/c		Cr.	
Receipts	Amount ₹	Payments	Amount ₹		
To Balance b/d (01-04-2012)	11,500	By Salaries	8,000		
To Subscriptions	6,500	By Rent	1,500		
To Interest	500	By Stationery	500		
To Sale of old furniture	800	By Government Bonds	6,000		
To Entrance fees	4,000	By Balance c/d (31-03-2013)	7,300		
	<b>23,300</b>				<b>23,300</b>

**Adjustments :**

- (1) Subscriptions include ₹ 500 received for last year.
- (2) Rent includes ₹ 300 paid for last year.
- (3) Book value of Furniture sold ₹ 1,000

**SECTION – F****Note :** Answer any **two** of the following questions :**2 × 5 = 10**

21. Amar sold goods for ₹ 10,000 to Sunder on credit on 1<sup>st</sup> July, 2014. Amar drew a bill of exchange on Sunder for the same amount for three months. Sunder accepted the bill and returned it to Amar. Amar discounted the bill with his bank at 10% per annum on the same day. Sunder met his acceptance on maturity.  
Pass necessary Journal entries in the books of Amar.

22. Suneetha Traders purchased a second hand machine for ₹ 72,000 on 1<sup>st</sup> January, 2011 and spent ₹ 8,000 on repairs and installed the same. Depreciation is written-off at 10% per annum on the straight line method. On 30<sup>th</sup> June, 2013 the machine was sold for ₹ 50,000.

Prepare machinery a/c assuming that the accounts are closed on 31<sup>st</sup> December every year.

23. Explain the five categories of share capital.

24. Mr. Gopal maintains his books on single entry method. He gives the following information :

Capital on 01-04-2013	₹ 38,000
Capital on 31-3-2014	₹ 44,000
Drawings during the year	₹ 14,000
Additional Capital introduced during the year	₹ 8,000

You are required to calculate profit or loss.

**SECTION – G****Note :** Answer any **five** of the following questions :**5 × 2 = 10**

25. Days of Grace.

26. What are the two causes of depreciation ?

27. What is Del credere Commission ?

28. What is Legacy ?

29. Partnership Deed

30. Explain the issue of shares at par (or) Face value.

31. What is MIS ?

32. Single Entry System.