

ECO - 14

**Bachelor's Degree Programme
(BDP)**

**ASSIGNMENT
2015-16**

**Elective Course in Commerce
ECO – 14: ACCOUNTANCY – II**

For July 2015 and January 2016 admission cycle



**School of Management Studies
Indira Gandhi National Open University
Maidan Garhi, New Delhi -110 068**

Elective Course in Commerce

ECO – 14: Accountancy - II

ASSIGNMENT- 2015-16

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

This assignment is valid for two admission cycles (**July 2015 and January 2016**). The validity is given below:

1. Those who are enrolled in **July 2015**, it is valid up to **June 2016**.
2. Those who are enrolled in **January 2015**, it is valid up to **December 2015**.

You have to submit the assignment of all the courses **to The Coordinator of your Study Centre**. For appearing in **June Term-end Examination**, you must submit assignment to the Coordinator of your Study Centre **latest by 15th March**. Similarly for appearing in **December Term-end Examination**, you must submit assignments to the Coordinator of your Study Centre **latest by 15th September**.

TUTOR MARKED ASSIGNMENT

Course Code	:	ECO - 14
Course Title	:	Accountancy - II
Assignment Code	:	ECO – 14/TMA/2015-16
Coverage	:	All Blocks

Maximum Marks: 100

Attempt all the questions.

1. (a) Give specimen of company's balance sheet as per part I of schedule VI of Indian Companies Act, 1956.
(b) Differentiate between Profit & Loss Account and Profit & Loss Appropriation Account.
(10×2)

2. X Ltd. sends goods to its Karnal branch at cost plus 25%. All expenses are paid by H.O. From the following particulars you are required to show Branch Debtors Account, Branch Stock Account, Stock Adjustment Account and Branch Profit & Loss Account in the books of Head Office:

<i>Particulars</i>	<i>Amount (Rs.)</i>
<i>Opening Stock</i>	36,000
<i>Closing Stock</i>	42,000
<i>Opening Debtors</i>	27,500
<i>Closing Debtors</i>	41,100
<i>Goods Supplied to Branch</i>	1,94,000
<i>Cash received from Customers</i>	98,800
<i>Bad Debts</i>	6,000
<i>Discount</i>	1,600
<i>Expenses</i>	5,200
<i>Cash Sales</i>	58,400
<i>Goods returned by Branch</i>	8,000
<i>Branch's Furniture (Provide 20% Depreciation)</i>	10,000

(20)

3. M/s Raj and Bros. purchased a motor car from Sanjaya Automobiles on 1st Jan. 2012 on the hire-purchase system. The cash price of the motor car was Rs. 11,170. Rs. 3,000 was to be paid on signing the agreement and the balance in the three annual installments of Rs. 3,000 each. Interest @ 5% p.a. is charged by the vendor. The purchaser had decided to write off 10% depreciation annually on the written down value method. The purchaser could not pay off the installment due on 31st Dec., 2013 and as a result of this, the vendor took possession of the motor-car and the vendor estimated its value Rs. 5,500 and spent Rs. 400 on it. Later on, this motor-car was sold for Rs. 6,400. Prepare necessary accounts in the books of both the parties.

(20)

4. Why are assets and liabilities revalued at the time of admission of a new partner? Prepare a Revaluation Account with the help of imaginary figures.

(20)

5. Write short notes on the following:

(a) Pro-rata Allotment of Shares

(b) Issue of shares at discount

(c) Re-issue of forfeited shares

(d) Over subscription of shares

(4×5)