

**Exam. Code : 109105**

**Subject Code : 8096**

**B.Com. (Hons.) 5<sup>th</sup> Semester**

**ACCOUNTING FOR BANKERS**

**Paper—III (Group—I)**

Time Allowed—Three Hours] [Maximum Marks—50

**SECTION—A**

**Note :—**Attempt any **TEN** questions from the **TWELVE** given questions. Each question carries 1 mark.

1. Explain the following :
  - (i) Simple interest with example
  - (ii) Ordinary Annuity vs. Annuity due
  - (iii) You deposit Rs. 1,000 in a bank and earn 8% interest compounded annually. How much you will have in bank in 25 years ?
  - (iv) Capital adequacy
  - (v) Highlights of AS-2 'inventories'
  - (vi) Promissory notes
  - (vii) Joint venture and its features
  - (viii) Receipt and payment account
  - (ix) Current ratio vs. liquidity ratio
  - (x) Net worth components
  - (xi) Bonus shares
  - (xii) NPA classification.

**SECTION—B**

**Note :—**Attempt any **TWO** questions. Each question carries 10 marks.

2. What are Equated Monthly Installments (EMIs) ? How are these calculated ? Explain your answer with the help of a practical example.
3. Discuss the provisioning of NPAs and Risk weights for BASEL II.
4. Explain methods of depreciation with the help of practical examples.
5. Journalise the following transactions :
  - (i) Depreciation to be written off on machinery @ 15% p.a. on Rs. 60,000.
  - (ii) Goods purchased from X for Rs. 5,000 @ 10% trade discount.
  - (iii) Interest on capital allowed Rs. 2,000.
  - (iv) Interest charged by bank on bank overdraft Rs. 800.
  - (v) Paid to Ram on behalf of Ratan Rs. 4,000.
  - (vi) Supplied goods costing Rs. 4,000 to Ramesh at 20% above cost price and allowed 10% trade discount.
  - (vii) Received an order from Ritu for supply of goods worth Rs. 60,000 and received Rs. 25,000 as an advance.
  - (viii) Income tax paid by the sole proprietor Rs. 10,000.
  - (ix) Bad debts of business amounted to Rs. 1,200.
  - (x) Life insurance premium paid Rs. 10,000.

## SECTION—C

**Note** :— Attempt any **TWO** questions. Each question carries **10** marks.

6. What are consignment accounts ? Give accounting treatment in the books of consignor.
7. What is leasing ? Explain different types of leases.
8. How is Statement of Affairs prepared under Single Entry System ? Illustrate your answer.
9. A company offered for public subscription 10,000 shares of Rs. 10 each at Rs. 11 per share. Money was payable as follows :  
Rs. 3 on application  
Rs. 4 on allotment  
Rs. 4 first and final call.

Applications were received for 12,000 shares and the directors made pro rata allotment. A, an applicant for 120 shares could not pay the allotment and call moneys. B, a holder of 200 shares, failed to pay the call. All these shares were later on forfeited. Pass the journal entries for recording the above transactions.