

COMMERCE, Paper - II
(English Version)

Time : 3 Hours

Max. Marks : 100

PART - I
(Marks 50)

SECTION - A

2 × 10 = 20

Answer **any two** of the following questions not exceeding **40** lines each.

1. What do you understand by e-banking? Explain the various types of e-banking.
2. What are the principles of management?
3. What is SEBI? What are its functions and powers?

SECTION - B

4 × 5 = 20

Answer **any four** of the following questions not exceeding **20** lines each.

4. What are the differences between primary market and secondary market?
5. What are the merits and demerits of road transport?
6. Explain the Danhof classification of entrepreneurs.
7. Explain the special support extended by the government of Telangana to the SC/ST entrepreneurs in our state.
8. What are the benefits of International Trade?
9. What are the steps in the process of organizing?

SECTION - C

5 × 2 = 10

Answer **any five** of the following questions not exceeding **5** lines each.

10. What is call rate?
11. Write about the endowment policy.

12. Explain Balanced Regional Development.
13. What is bridge loans?
14. Write about Hawkers and Pedlars.
15. What is multiple shops?
16. What is bill of lading?
17. Define staffing.

PART - II
(Marks 50)
SECTION - D

$1 \times 20 = 20$

Answer the following question.

18. Pavithra and Pallavi are the partners sharing profits and losses in the ratio of 3 : 2. Their Balance Sheet as on 31st March, 2015 was as under :

Balance Sheet as on 31.03.2015

Liabilities	Amount Rs.	Assets	Amount Rs.
Sundry creditors	25,000	Cash	5,000
Bills payable	10,000	Debtors	25,000
Bank overdraft	5,000	Stock	15,000
General reserve	5,000	Furniture	10,000
Capital :		Buildings	35,000
Pavithra	30,000	Machinery	5,000
Pallavi	20,000		
Total	95,000	Total	95,000

On 1st April, 2015, they decided to admit Miss Pavani for $\frac{1}{5}$ th share in the profits. The terms of admission are :

- i) She has to bring Rs. 20,000 towards capital and Rs. 10,000 towards goodwill in cash.
- ii) Furniture is to be depreciated Rs. 1,000.
- iii) Create a provision of Rs. 1,500 for bad debts on debtors.
- iv) Appreciate the value of Buildings by Rs. 5,000.

Prepare the necessary ledger accounts and show the balance sheet of the new firm.

SECTION - E

1 × 10 = 10

Answer any one of the following questions.

19. Western Radio House of Madras consigned 200 radios to Rama Brothers of Hyderabad. The cost of each radio was Rs. 400. Radio House paid Rs. 5,000 for freight and insurance. Rama Brothers accepted a three months bill drawn upon them by Radio House for Rs. 50,000. Rama Brothers paid Rs. 2,400 as rent and Rs. 1,300 for advertisement. They sold 100 radios at Rs. 520 each. Rama Brothers entitled to a commission of 10% on sales. Prepare necessary ledger account in the book of Radio House assuming that Rama Brothers sent a bank draft for the balance due to Radio House.

20. From the following information, prepare Income and Expenditure account for the year ended on 31-03-2015 of Bhopal Town Club.

Dr. Receipts and Payments account Cr.

Receipts	Amount Rs.	Payments	Amount Rs.
To Subscriptions	20,000	By Buildings	40,000
To Donations	50,000	By Furniture	10,000
To Lifemembership fees	3,000	By Sports material	5,000
To Income on sports	17,000	By Expenditure on sports	7,000
To Sundry receipts	5,000	By Newspapers	1,500
To Sale of old newspaper	500	By Land maintenance expenditure	4,000
		By Balance c/d	28,000
Total	95,500	Total	95,500

Additional information :

- Capitalize 50% of donations and lifemembership fee.
- Outstanding subscriptions Rs. 5,000.
- Provide for depreciation on furniture and buildings 5% and on sports material 10%.

SECTION - F**2 × 5 = 10**

Answer any two of the following questions.

21. What is donation? Explain the types of donations.
22. Raghu & Co., purchased furniture on 1st April, 2010 for Rs. 40,000. Depreciation is provided at the rate of 10% under straight line method. On 31st March, 2014 furniture was sold for Rs. 18,000. Prepare furniture account. Assume that the accounts are closed by 31st March every year.
23. Ascertain the profit earned by M/s. Jagathi and Co., who keep books under single entry system.

Capital at the beginning of the year	Rs. 13,000
Capital at the end of the year	Rs. 19,000
Drawings during the year	Rs. 6,000
Further capital introduced during the year	Rs. 3,000

24. Write any five features of the computerized accounting.

SECTION - G**5 × 2 = 10**

Answer any five of the following questions.

25. What are the two causes of depreciation?
26. Define single entry system of bookkeeping.
27. What is Del-credere commission?
28. Define Legacy.
29. What is partnership deed?
30. What is spreadsheets?
31. What is Marg?
32. Radha and Rani sharing profits in the ratio 4 : 3. Roja admitted into business for $\frac{1}{8}$ th share in the future profits. Calculate a new profit sharing ratio.