

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

**ASSIGNMENT
2022-2023**

**Elective Course in Commerce
ECO – 14: Accountancy - II**

For July 2022 and January 2023 Admission Cycle



**School of Management Studies
Indira Gandhi National Open University
Maidan Garhi, New Delhi -110068**



Elective Course in Commerce ECO – 14: Accountancy - II

ASSIGNMENT- 2022-23

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 2022 and January 2023**). The validity is given below:

1. Those who are enrolled in **July 2022**, it is valid up to **June 2023**.
2. Those who are enrolled in **January 2023**, it is valid up to **December 2023**.

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/2022-23
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Attempt all the questions:

1. (a) What is partnership? Define partnership deed. **(10+10)**
(b) Hari and Giri entered into partnership contributing capitals of Rs. 60,000 and Rs. 30,000 respectively. They agreed to share profits and losses in the ratio 2:1. During the year Hari and Giri withdraw Rs. 10,000 and Rs. 6,000, respectively. The profit for the year ended December 31,1989 was Rs. 42,000. Prepare Profit and Loss Appropriation Account taking into consideration the following: i) Hari is to be allowed a salary of Rs. 3,000 p.a. ii) Interest on capitals is to be provided at 5% pp., iii) Interest on Giri's Loan Account of Rs. 20,000 is to be charged for the whole year. iv) Interest on drawings is to be charged at 6% p.n.

2. What are the special features of the Profit and Loss Account of a Company? **(20)**
What do you understand by Appropriation of Profits. What are the items relevant in that connection?

3. (a) What is Stock Turnover Ratio? What are the implications of high and low stock turnover ratios? Explain with examples. **(10+10)**
(b) What is cash flow statement? What are the various sources and uses of cash? How does it differ from fund flow statement?

4. Describe various provisions of Companies Act that deal with the issue of debentures at a discount. Give accounting treatment of debentures issued as a collateral security by the company. **(20)**

5. (a) What do you mean by Departmental Accounts? What are the advantages of Departmental Accounts? **(10+10)**
(b) What is working capital? What do you understand by gross working capital and net working capital?