

HERAMB COACHING CLASSES

Yogeshwar Towers, Katemanivali, Kalyan (East)

TYBCOM/FA

Marks: 30

Time:1 Hour

Date: 31-12-2018

NOTE: Attempt any 2 from the following.

Q.1. On 1st January, 2008 YUVRAJ Ltd. an importer, purchased \$127500 worth goods from FLINTOFF LTD of U.K. The payment was made as under:

On 15 th January,2008	\$ 27000	On 15 th March,2008	\$ 33000
On 15 th February,2008	\$ 24000	On 15 th April,2008	\$ 43500

YUVRAJ Ltd. closes its books on 31st March every year. The exchange rate for \$1 was as follows:

1 st January, 2008	-Rs.48.00	15 th January, 2008	-Rs.49.10
15 th February, 2008	-Rs.48.75	15 th March, 2008	-Rs.49.00
31 st March, 2008	-Rs.48.90	15 th April, 2008	-Rs.49.50

You are required to prepare ledger of FLINTOFF LTD and Foreign Exchange Fluctuation Account in the books of YUVRAJ LTD. clearly indicating amount in \$, amount in Rs. and exchange rates.

Q.2. Pass journal entries for the following transactions in foreign currency in the books of RAINA Ltd. RAINA Ltd exported to Hayden Trading Co., Australia worth US \$ 1,35,000 on 8th January 2008, on which date exchange rate of 1 US \$ was Rs. 49.60. Payments for same was received as under:

Date of payment	US \$ Received	Exchange Rate for 1 US \$
23 rd January, 2008	37500	Rs. 49.85
21 st February, 2008	36000	Rs. 49.00
22 nd March, 2008	36000	Rs. 48.70
26 th April, 2008	25500	Rs. 49.00

Raina Ltd. closes its books on 31st March every year. The exchange rate on 31st March, 2008 was 1 US \$ = Rs. 48.85.

Q.3. RP LTD., exported goods to Ponting Ltd. of New York invoicing \$ 3,62,500 on 31.12.08. the exchange rate of the time of the invoice was Rs.45.50 for one \$. RP Ltd. received remittance of \$ 2,50,000 on 31.1.08. the rate of exchange on 31st January 2008 was Rs.46.

On the date of remittance foreign bank deducted 10\$ and the Local bank deducted their charges of Rs.800 while crediting the amount in the account of RP Ltd.

The balance amount was paid by Ponting Ltd on 21st April 2008 on which date the rate of exchange was Rs.45 for one \$. The local bank charges debited by the bank were Rs.500 and by the foreign bank was 5 \$. Exchange rate on 31st March 2008 was Rs.47 per US \$.

RP Ltd follows financial year as accounting year. Pass journal entries to record above transaction in the book of RP Ltd and also prepare Foreign Exchange Fluctuation Account.