

Ist Term Examination (16 September 2015)

Subject – ACCOUNTANCY

Class XI (Comm)

(Set – A)

Time: 3 hrs.

M.M.100

- 1) *All questions are compulsory.*
- 2) *Marks are indicated against each question.*
- 3) *Use of calculator is not allowed.*

- Q1. The process of summarizing leads to preparation of which statements. Name them. (1)
- Q2. 'Capital of a liability' as per which Accounting Principle. (1)
- Q3. A company purchased land for 1.5 crores. At the end of the year its market value is 1.35 crores. The accountant of the company treated 15 lakh as loss and recorded land at 1.35 crores. Which value is violated? (1)
- Q4. Why the full cost of an asset is not treated as expense in the year it is purchased? (1)
- Q5. Which principle is exception to full Disclosure Principle? (1)
- Q6. What does GAAP stand for? (1)
- Q7. Which is denoted as "Principal Book" in accounts? (1)
- Q8. A company purchased 50 computers from Microsoft, because of which they were allowed discount of Rs. 10,000. Is the discount allowed Trade Discount/Cash Discount. Show how it will be recorded in the books. (1)
- Q9. Give two advantages of maintaining petty cash Book. (2)
- Q10. Give three features of sales book. (3)
- Q11. Explain the following terms:
a) Loss b) Expense (with suitable example) (3)
- Q12. Explain any three Internal users of Accounting Information. (3)
- Q13. Explain three features of Accounting Standards. (3)
- Q14. From the point of view of Accounting Equation, give an example for each of the following:
a) Decrease in asset, decrease in capital
b) Transaction affecting only capital
c) Increase in asset, increase in liability (3)
- Q15. Explain:
a) Accrual concept
b) Matching concept (4)

Q16. Y started a business on April 1, 2013 with a capital of Rs. 2,00,000 and a loan of Rs. 75,000 from Bank. During the year, he introduced additional capital of Rs. 60,000 and has withdrawn Rs. 36,000 for personal use. On March 31, 2014 his assets are Rs. 3,80,000. Find out capital as on March 31, 2014 and profit earned during the year 2013-14. (4)

Q17. Mention the subsidiary books in which the following transactions are recorded along with reason there of:

- i) Purchase of furniture on credit for use in shop.
- ii) Goods returned by Debtors.
- iii) Providing for interest on capital to proprietor.
- iv) Sale of goods for cash. (4)

Q18. Give the journal entries corresponding to the narration given below: (6)

| Date | Particulars | Dr. Amount | Cr. Amount |
|-----------------|--|------------|------------|
| 2015 April 1 | <p>_____ Dr</p> <p>To _____</p> <p>To _____</p> <p>(Being goods of the list price of Rs. 8,000 purchased at 20% trade discount and 5% cash discount)</p> | _____ | _____ |
| April 8 | <p>_____ Dr</p> <p>To _____</p> <p>(Being goods costing Rs. 15,000 sold at a profit of 33 1/3% on cost)</p> | _____ | _____ |
| April 20 | <p>Cash A/c _____ Dr</p> <p>_____ Dr</p> <p>To _____</p> <p>(Being 40 paise per rupee received from the estate of Mohan on his insolvency)</p> | 3,000 | _____ |

Q19. Enter the following transactions in the purchase book of Superior Cloth House and post them in the ledger.

2008

April 4: Purchase from Radha Krishan & Sons, vide invoice No. 305
 100 metre Cotton Cloth @ Rs. 40per metre
 80 metre Woollen Cloth @ Rs. 80 per metre
 Trade Discount @ 20%; paid VAT @ 10%

April 12: Purchased from Raghbir Prasad & Co., Vide Invoice No. 240

80 metre Silk Cloth @ Rs. 100 per metre

150 metre Cotton Cloth @ Rs. 50 per metre

Trade Discount @ 15%; paid VAT @ 10%

April 25: Purchased from Hari Om & Sons, Vide Invoice No. 390

120 metre Woollen Cloth @ Rs. 70 per metre

200 metre Cotton Cloth @ Rs. 35 per metre

Trade Discount @ 25%; VAT paid @ 10% and freight charges are Rs. 150 (8)

Q20. Prepare Accounting Equation on the basis of the following and prepare a Balance Sheet.

1. Started business with cash Rs. 80,000 and Machinery Rs. 50,000 and goods Rs. 20,000.
2. Purchased furniture from Dinesh Rs. 10,000
3. Accrued Interest Rs. 2,000.
4. Commission Received in Advance Rs. 1,000.
5. Interest on Capital @ 10% p.a. (only on cash introduced as capital)
6. Proprietor paid the fee of his son Rs. 25,000 (withdrawn from business)
7. Sold Goods on credit (costing Rs. 10,000) for Rs. 12,000 to Nelson.
8. Bought furniture from Smith Rs. 15,000 and paid Rs. 5,000 in cash and for the balance, bill was accepted. (10)

Q21. Prepare a Triple Column Cash Book from the following information for the month of December 2011.

2011

Dec 1: Cash in hand Rs. 2,780; Bank overdraft Rs. 3,125

Dec 2: Cheque worth Rs. 400 issued to the petty cashier.

Dec 5: Rs. 350 was paid to Hari & Sons for the supply of stationery on this day.

Dec 7: Received a cheque worth Rs. 600 from Pramod against sale of goods.

Dec 10: Received Rs. 1,200 for sale of goods.

Dec 11: The cheque which was received from Pramod on 7th Dec, 2011 was endorsed in favour of Morgan together with Rs. 1,400 in cash.

Dec 15: Received Rs. 950 from Sheila.

Dec 23: Murarilal paid Rs. 2,000 in cash and Rs. 3,000 in cheque after receiving a discount of Rs. 200 for goods sold to him in Nov 2011. The cheque was immediately deposited into the bank.

Dec 26: Bought goods worth Rs. 1,700 from Rustom and paid by cheque after receiving a discount of Rs. 170.

Dec 30: Interest on overdraft Rs. 50 was charged by the bank.

Dec 30: Cash in excess of Rs. 1,000 was deposited into the bank. (12)

Q22. The following balance appeared in the books of Sh. Suraj Pal on 1st January, 2013;

Assets: Cash Rs. 20,000; Stock Rs. 45,000; due from Suresh Brothers Rs. 15,600, Mohan Rs. 22,000;
Machinery Rs. 60,000

Liabilities: Ram Kapoor Rs. 4,000

Following transactions took place in January 2013:

2013:

Jan 3: Sold goods for cash Rs. 5,000 and on credit Rs. 8,000 to Suresh Brothers.

Jan 5: Suresh Brothers returned goods Rs. 2,000.

Jan 7: Purchased goods from Ram Kapoor, list price Rs. 6,000 valued at Rs. 5,400.

Jan 8: Bought goods of the list price of Rs. 20,000 from Raghu Thakur, less 15% Trade Discount and 5% cash discount and paid 60% price immediately.

Jan 15: Paid to Ram Kapoor Rs. 9,150 in full settlement of his account.

Jan 20: Received from Suresh Brothers Rs. 20,000

Jan 28: Paid Rs. 800 for the life Insurance premium of the proprietor.

Jan 31: Paid rent Rs. 2,000

Jan 31: Received commission Rs. 1,000

Record the above transaction in proper subsidiary books. **(10)**

Q23. From the above subsidiary books prepared, post the transactions into the ledger and prepare a Trial Balance as on January 31, 2013. **(16)**