

FINAL EXAMINATION (8 March 2017)

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. Excess of Debit in Profit and Loss account is called _____. (1)
- Q2. A bill for Rs. 40,000 was discounted by Ganesh with a Bank for Rs. 38,500. At maturity, bill was dishonoured and bank notified it for Rs. 600. How much amount Bank will debit Ganesh for dishonor? (1)
- Q3. Wrong carried forward of balance to next page is an error of _____. (1)
- Q4. Closing Stock is always shown in Trading account. True/False. (1)
- Q5. What is Debit Note? (1)
- Q6. Why depreciation is not charged on Land? (1)
- Q7. Give any two features of Reserve. (2)
- Q8. During financial year 2012-13, a business had cash sales of Rs. 3,90,000 and credit sales of Rs. 1,60,000. His expenses for the year were Rs. 2,70,000 out of which Rs. 80,000 is still to be paid. (2)
- Find out Net Income according to Accrual Basis of Accounting.
- Q9. Give any 2 examples of Capital Receipts. (2)
- Q10. a) What is the meaning of Accounting Standards? (2)
b) Which value is most important for an Accountant?
- Q11. Calculate amount of Subscription to be transferred to Income and Expenditure on March 31, 2008. (3)

	Rs.
Subscription received during 2007-08	50,000
O/S Subscription as on March 31, 07	18,000
O/S Subscription as on March 31, 08	9,000
Subscription received in advance as on March 31, 07	10,000
Subscription received in advance as on March 31,08	12,000

Subscription of Rs. 7,000 still in arrear for 2006-07

- Q12. a) Everything a firm owns, it also owes out to somebody, according to _____ principle. (1×3)
b) Recognition of cost in the same period as associated revenue is in accordance with _____ principle.
c) Which value is involved when a transaction is recorded on the basis of Source Document?

Q13. Following is the extract of Trial Balance as on December 31, 2015 (4)

Particulars	Dr. (Rs.)	Cr (Rs.)
Debtors	1,23,000	
Bad Debts	2,000	
Provision for Doubtful Debts		8,000

Additional Information:

- i) Further Bad Debts are Rs. 3,000.
- ii) Create a provision for Doubtful Debts @ 10% on Debtors. Pass necessary **journal entries** for the above treatment.

Q14. Write up a Ledger account of a creditor, Dinesh from following transaction : (4)

	Rs.
1) Purchased goods from Dinesh	90,000
2) Cash paid to Dinesh	18,000
Discount	6000
3) Goods purchased on cash from him and cheque issued	7,000
4) Purchase Return	9,000
5) Bills of exchange drawn by him	30,000

Q15. Give any 5 entries which are only recorded in Journal Proper. (5)

Q16. Show the accounting Equation from following Transactions: (5)

- a) Commenced business with cash 40,000, Goods 20,000
- b) Sold half of the above goods to Satish at a profit of 30% on C.P.
- c) Insurance of Rs. 1,000 is paid; 200 of which is for next financial year.
- d) Cheque of Rs. 5,000 received, in advance, against an order of sale of goods.
- e) Half of the goods sold at a loss of 10% on C.P.

Q17. Enter the following transactions in Double Column Cash Book with Cash and Bank Columns. (7)

2016		Rs.
Sept 1	Cash in bank	12,600
	Cash in hand	70,000
Sept 3	Sold goods last month and cheque received from Sonu	15,000
Sept 15	Paid LIC premium of owner (cash)	5,000
Sept 17	Paid Installation charges of a Machine	8,000
Sept 22	Deposited a cheque in bank (received from a debtor on August 28 th)	4,000
Sept 30	Deposited entire cash in Bank keeping balance of	7,000

Q18. P sold goods to Q for Rs. 8,000 and drew a bill on Q for Rs. 7,900 in full settlement. Bill is duly (8)
accepted. P endorsed the bill to his creditor R in full settlement of his claim for Rs. 7,980. R endorsed it to his creditor S in full settlement of his claim for Rs. 8,000. S discounted the bill for Rs. 7,700. On the due date the bill is dishonoured and noting charges are Rs. 50.

Journalise the transaction in the books of P and S.

Q19. Prepare Bank Reconciliation statement from the following Information for November 30, 2016: **(8)**

- On Nov. 30, 2016, overdraft as per cash book Rs. 20,000.
- A sum of Rs. 6,300 deposited in Bank, shown as Rs. 630 in Pass Book.
- Uncleared cheques Rs. 6,750
- An acceptance is settled by Bank Rs. 5,000 not yet recorded in Cash Book.
- Bank charges of Rs. 50 shown twice in pass book and other charges of Rs. 100 not shown in cash book.
- Post dated cheques of Rs. 7,000 received and recorded in Bank Column of Cash Book as Rs. 700 but same is not collected by Bank.
- Current account is charged Rs. 3,000 which should have been charged from savings account.

Q20. Fill in the missing figures, for Y Ltd. Balances are shown in Machinery account and Provision for Depreciation account. **(8)**

A Machinery which was purchased on 01/04/11 for Rs. 1,20,000 was sold on 01/07/14 for Rs. 50,000, same day a new Machinery is bought for Rs. 3,20,000

Depreciation is charged @ 10% p.a. on Written Down Value Method. Books are closed on March 31st every year.

Dr.				Machinery Account				Cr.			
Date	Particulars	J/ F	Amount(Rs.)	Date	Particulars	J/ F	Amount (Rs.)				
2014 Apr 1	To balance b/d I –			1/7/14	By provision for Depreciation a/c						
	II –		8,00,000	1/7/14	By Bank a/c		50,000				
1/7/14	To Bank A/c III		_____	1/7/14	By Profit Loss a/c (loss)		_____				
				2015 Mar 31	By Balance c/d						
					II _____						
					III _____						
			_____				_____				
			_____				_____				
2015 Apr 1	To Balance b/d II _____ III _____		_____								

Dr.				Provision for Depreciation Account				Cr.			
Date	Particulars	J/ F	Amount(Rs.)	Date	Particulars	J/ F	Amount (Rs.)				
1/7/14	To Machinery a/c		_____	2014	By Balance b/d						
2015	To Balance c/d			Apr 1	II _____						
Mar	II _____				III _____		3,10,000				
31	III _____		_____	1/7/14	By Depreciation a/c		_____				
				2015	By Depreciation a/c						
				Mar 31	II _____						
					III _____						
			_____				_____				
			_____				_____				
				2015	By Balance b/d						
				Apr 1	II _____						
					III _____						

Q21. Pass Journal Entries to correct the errors:

(9)

- i) Payment side of Cash Column of Cash Book overcast Rs. 3,000.
- ii) Computer purchased for Rs. 23,000 passed through Purchases Book as Rs. 32,000; although supplier account is correctly posted.
- iii) Goods sold to Tanu Rs. 1,300 and Isha Rs. 3,300, posted as Tanu Rs. 3,300 & Isha Rs. 1,300
- iv) Dishonoured cheque Rs. 1,200 from Aish recorded as Rs. 12,000.
- v) Routine repairs of Rs. 7,000 on Machinery, debited to Furniture a/c.
- vi) Annual subscription of Rs. 6,000 paid to an old age home, omitted.
- vii) Cash purchases from Sudesh Rs. 189 recorded in Cash Book as well as in purchases book and posted from both.
- viii) Salary for business of Rs. 5,000 paid by proprietor from his personal cash. No entry has been passed.
- ix) In the sales book total from one page to another page carried forward as Rs. 1,000 instead of Rs. 1,200.

Q22. Prepare Income and Expenditure account for a Non Profit Organization on Mar 31, 2008.

(10)

Dr. Receipts & Payment Account for the year ended March 31, 2008 Cr.

Receipts	Amount (Rs.)	Payment	Amount (Rs.)
To Balance b/d	1,82,000	By Salary	1,66,000
To Subscription	1,80,000	By Stationery	32,000
To Tournament Fund	1,64,000	By Rent	48,000
		By Telephone Expenses	8,000
To Interest on Investment	65,000	By Sports Material & Expenses	78,000
To Donations	1,12,000		
		By 6% Investment	5,00,000
To Sale (concert Tickets)	2,47,000	By Sundry Expenses	24,000
		By Concert Expenses	58,000
		By Balance c/d	36,000
	9,50,000		9,50,000

Additional Information:

- a) Donation to be capitalized.
- b) On March 31, 2007 investments are of Rs. 10,00,000, Similar Investments made during the year on October 1, 2007.
- c) Building on March 31, 2007 Rs. 8,00,000. Depreciation to be charged @ 5% p.a.
- d) Telephone expenses include Rs. 3,000 as quarterly rent upto May 31, 2008.
- e) Rent includes Rs. 4,000 paid for March 2007; Rent for March 2008 unpaid.
- f) Stock of Sports Material at beginning and at end Rs. 18,000 and Rs. 31,000.
- g) Stock of stationery March 31, 2007 and March 31, 2008 Rs. 4,200 and Rs. 6,400
- h) Subscription Include Rs. 22,000 for 2006-07, Rs. 8,000 for 2008-09.

Q23. Prepare **Trading and Profit and Loss A/c** from following particulars as at March 31, 2015: **(12)**

Trial Balance

Particulars	Dr. (Rs.)	Cr (Rs.)
Capital /Drawings	2,000	10,600
Cash in Hand	1,500	
5% Bank Loan		2,000
Purchases and Sales	12,000	15,000
Returns	1,000	2,000
Salaries	2,500	
Taxes and Insurance	500	
Rent		1,000
Legal Charges	500	
Debtors/Creditors	5,000	1,850
Commission		500
Investment	4,000	
Opening Stock	3,000	
Furniture	600	
Bills Receivable/Bills Payable	3,000	2,500
O/s Repairs		150

Adjustments:

- a) Closing stock was of Rs. 6,000 but its market value Rs. 4,500.
- b) Depreciation on Furniture to be charged at 10% p.a.
- c) Interest accrued on Investment Rs. 210.
- d) Unearned Commission Rs. 100
- e) A credit sale of Rs. 3,000 not recorded in books.
- f) Salary outstanding Rs. 500 and Insurance of Rs. 50 prepaid.
- g) A General Manager is to get commission of 10% on Net Profit after charging such commission.