

Ist Term Examination (22 September 2015)

Subject – ACCOUNTANCY

Class XII

(Set – A)

Time: 3 hrs.

M.M.80

General Instructions:

- i) *All questions are compulsory.*
- ii) *All parts of questions should be attempted at one place.*

- Q5. State any one deduction that may have to be made from the amount payable to the legal representatives of a deceased partner. (1)
- Q6. Z Ltd. having a paid-up capital of Rs. 20,00,000 has a balance of Rs. 5,00,000 in securities premium reserve account. The company's management does not want to carry over his balance. Suggest the method for utilization of securities premium reserve that would achieve the objectives of the management and maximise the return to shareholders. (1)
- Q7. X, Y and Z are equal partners in a firm. Z retires and the new profit sharing ratio between X and Y is 1:2. Find the gaining ratio. (1)
- Q9. Parul, Payal and Priyanka are partners. They decide to dissolve their firm. Pass necessary journal entries for the following after various assets (other than cash) and the third party liabilities have been transferred to Realisation account:
- a) There were total debtors of Rs. 76,000. A provision of bad and doubtful debts also stood in the books at Rs. 12,000. Provide for bad debts and rest paid the amount due.
 - b) Parul agreed to pay off her husband's loan of Rs. 7,000 at a discount of 5%.
 - c) A machine which was not recorded in the books was taken over by Payal at Rs. 3,000, whereas its expected value was Rs. 5,000. (3)
- Q10. 'India Auto Ltd.' is registered with an authorized capital of Rs. 7,00,00,000 divided into 7,00,000 shares of Rs. 100 each. The company issued 50,000 shares to the vendor for building purchased and 2,00,000 shares were issued to the public. The amount was payable as follows:
- On application and allotment Rs. 20 per share
- On first call – Rs. 50 per share
- On second and final call – the balance
- All calls were made and were duly received except on 100 shares held by Rajani, who failed to pay the second and final call. Her shares were forfeited. Present the 'Share Capital' in the balance sheet of the company as per Companies Act, 2013. Also prepare 'Notes to Accounts'. (3)
- Q11. Anil, Sunil and Ravinder entered into a partnership on 1st January, 2011 to share profits in the ratio of 2:1:1. It was provided in the deed that Ravinder's share of profit will not be less than Rs. 70,000 p.a. The profit for the year ended 31st December, 2011 were Rs. 2,00,000 before allowing Rs. 8,000 as interest on Anil's loan which is due for the current year. Prepare Profit & Loss Application Account for the year ended 31st December, 2011. Identify the value shown by the firm in guaranteeing minimum amount to Ravinder. (3)
- Q12. Differentiate between Capital Reserve and Reserve Capital. (3)
- Q13. Shiva Ltd. issued 1,00,000 equity share of Rs. 10,00,000 at Rs. 2 premium full amount called up on application. 1,20,000 applications are received and shares are allotted on pro-rata basis. Money overpaid on application adjusted on allotment. Pass journal entries. (4)

Q15. X and Y are partners sharing profits in the ratio 3: 2. They admit Z as new partner for 1/6th share. Z brings stock worth Rs. 40,000 and Machinery worth Rs. 1,10,000 as his capital and cash only Rs. 20,000 as premium for goodwill. Additional information disclosed by the firm:

- (i) Purchased goodwill disclosed by the books worth Rs. 50,000.
- (ii) Self-generated goodwill valued at Rs. 1,80,000. Give necessary journal entries. (4)

Q17. Raghav Ltd. purchased a running business from Krishna Traders for a sum of Rs. 15,00,000 payable Rs. 3,00,000 by cheque and for the balance issued equity shares of Rs. 100 each at a premium of 20%. The assets and liabilities consisted of the following:

Liabilities	Rs.
Plant & Machinery	4,00,000
Building	6,00,000
Stock	5,00,000
Sundry Debtors	3,00,000
Sundry Creditors	2,00,000

Record necessary journal entries in the books of Raghav Ltd. (4)

Q18.

b) Fill in the blank spaces in the journal entries given below:

Date	Particulars	Dr. (Rs.)	Cr. (Rs.)
	Share capital A/c Dr. To _____ To Calls-in-Arrear A/c (Being forfeiture of 500 shares of Rs. 10 each, Rs. 8 called-up on which allotment of Rs. 2 and first call of Rs. 3 have not been received)	_____	_____ _____ _____
	_____ Dr. _____ Dr. To _____ (Being re-issue of 400 forfeited shares fully paid-up at Rs. 8 per share)	_____ _____	_____ _____
	Share forfeited A/c Dr. To Capital Reserve A/c (Being profit on reissue of forfeited shares transferred)	_____	_____ _____

Q19. Singh Ltd. issued 15,000 shares of Rs. 20 each, payable as follows: Rs. 8 on application; Rs. 7 on allotment; Rs. 3 on first call and balance on final call.

Applications were received for all the shares and these were allotted. Meena who was holding 500 shares paid all the money at the time of allotment whereas Karina failed to pay allotment money on her 1,000 shares, which she paid with the first call. Company made all the calls. Journalise the above transactions and prepare Cash Book. (6)