

INTERNATIONAL INDIAN SCHOOL, DAMMAH
MODEL EXAMINATION - 2014

CLASS – XI
SUBJECT: ACCOUNTANCY

MAXIMUM MARKS
TIME : 3 HRS

SET-A

GENERAL INSTRUCTIONS

1. All Questions are compulsory.
2. Marks for each question are indicated against it.
3. Draw proper format wherever necessary.
4. Use of Calculator is not allowed.

- Q-1) Business units last indefinitely. Mention the concept on which the statement is based? (1)
- Q-2) Give one point of difference between cash basis and accrual basis of accounting? (1)
- Q-3) Explain a contra entry? (1)
- Q-4) What is a Statement of Affair? (1)
- Q-5) Define the following with an example? (3)
a) Intangible assets b) Drawings c) Revenue
- Q-6) Briefly explain grouping of accounts under computerized accounting system and any two of its advantages. (3)
- Q-7) Briefly explain the meaning and the accounting treatment for the following terms by a Not for Profit Organisation. (3)
a) Legacy b) Endowment Fund c) Payment of Honorarium.
- Q-8) Prepare a trial balance from the following information. (3)

Particulars	Debit	Credit
Purchases	6,000	-
Reserve fund	2,000	-
Sales	-	10,000
Purchase Return	100	-
Sales Return	-	200
Opening Stock	3,000	-
Closing Stock	-	4,000
Expenses	-	2,000
Outstanding Balances	200	-
Assets	5500	-
Debtors	-	8,000
Creditors	-	3,000
Capital	9,400	
Suspense A/c	1,000	
	27,200	27,200

Q-9) Pass Journal entries

(3)

- Purchased a machinery for cash Rs. 40,000 and paid Rs. 3,000 as wages as its installation.
- Supplied goods costing Rs. 5,000 to Mr. Zuzu. Issued invoice at 10% above cost price less 2% trade discount and VAT collected @10%
- Goods worth Rs.4,000 were withdrawn by proprietor.

Q-10) What are the points to be considered before sourcing an accounting software ?

(3)

Q-11) How can the following Accounting Reports be accessed in Tally?

(4)

- Display Profit and Loss Account
- Displaying Balance Sheet
- Displaying Sales Register
- Displaying Trial Balance

Q-12) Explain any two advantages and two disadvantages of accounting information?

(4)

Q-13) From the following particulars, prepare a Bank Reconciliation Statement of Gautam on 31st Dec., 2013.

(4)

- Overdraft balance as per pass book on 31st December, 2006 is Rs. 18,500.
- Cheques for Rs. 7,200 were issued during the month of December but of these, cheques for Rs. 2,200 were presented in the month of January, 2014.
- Cash amounting to Rs. 6,800 were deposited in bank during December but credit was given for Rs. 5,820 only.
- A customer had deposited Rs. 1,200 into the bank directly accountant did not have any information about it.
- The bank has credited the merchants for Rs.200 as interest and has debited him for Rs. 60 as bank charges, for which there were no corresponding entries in the cash book.

Q-14) Ram, Rahim and Richard were computer software professionals working for a reputed software company. After many years of working together they developed friendship and mutual respect. Once while deliberating they realized that they did not get the job satisfaction that they desired from their jobs. They wanted to do more towards serving the society. So they quit their jobs and started a Not for Profit- Computer training institute – “Aakanksha”. Their aim was to make the under privileged children computer literate. They also wanted to see the under privileged children receiving a platform to further their skills and potential.

Describe any two values included in the above case scenario.

(2+2)

On the basis of the following information calculate the amount of stationary to be shown in Income & Expenditure A/c in the books of the computer institute.

Particulars	Amount (Rs.)
Stock of stationery on 1.4.2012	50000
Stock of stationery on 31.3.2013	40000

Amount Paid For Stationery during the year	200000
Creditors for stationery on 1.4.2012	20000
Creditors for Stationery on 31.3.2013	10000

Q-15) Kailash commenced business on 1st April 2012 with a capital of 45,000. He does not maintain proper system of accounting. On 31st March 2013 his books showed the following information:

	Rs.	(4)
Account payable	30,000	
Furniture	70,000	
Stock	50,000	
Account receivables	40,000	
Cash	12,000	
Drawings	2,400 per month	
Additional Capital	25,000	

Provide depreciation on furniture @10%

Make provision for bad debts @ 5%

You are required to calculate profit and loss of Kailash for the year 31st March 2013.

Q-16) Record the following in Discount, Bank and Cash Column Cash Book of Savitri. (6)
2013

Oct 1	cash in hand	2100
	Bank overdraft	5600
Oct 3	purchased goods by cheque	500
Oct 8	paid into bank	1700
Oct 10	cash sales at a discount of 2%	10000
Oct 15	received from Ankit Rs.300 and discount allowed Rs.25	
Oct 20	purchased a scooter, paid by cheque Rs.25,900 discount allowed 100.	
Oct 22	Paid Trivedi Rs.380 in full settlement of his account of Rs.400	
Oct 25	Withdrawn from bank for office use Rs 800	

Q-17) Rectify the following errors. (6)

- Purchase Book overcast by Rs. 3,000
- Purchase of machine for Rs. 5,000 was entered in the debit side of purchase account.
- Sold goods to Mohan Rs. 12,000 entered in debit side of Sohan's account as Rs. 1,200.
- A major repairs to building Rs.25,000 was debited to repairs account.
- Cash received from Shankar Rs. 4,000 was completely omitted to record.
- Sales book under cast by Rs. 2,500.

Q-18) Explain the following concepts : (6)

- Prudence.
- Materiality
- Objectivity.

- Q-19) A company whose accounting year is a calendar year purchased on 1st April, 2010 machine costing Rs. 30,000. It purchased further machinery on 1st October 2010 costing Rs. 54,000. On 1st January, 2012 one third of the machinery installed on 1st April 2010, became obsolete and was sold for Rs.3,000. Prepare machinery account upto the end of the year 2012 charging depreciation at 10% P.A. in reducing down value method. (6)

OR

On January 1st 2012 M/s Good Road Transport company purchased 5 Trucks of Rs. 20,000 each. On July 1st 2013 one truck met with an accident and an insurance claim of Rs.15,000 was admitted. Prepare Machinery A/c, Provision for Depreciation A/c and Truck Disposal A/c for the years 2012 & 2013. The company maintains a calendar year and depreciation to be charged @ 10% Straight Line Method.

- Q-20) Karuna sold goods worth Rs. 40,000 to Vandana. On 1st January, 2013, Vandana accepted a 3 months bill drawn by Karuna for the same amount. On 4th January, 2013 Karuna discounted the bill with her bank @ 18% p.a. At maturity, the bill was dishonoured and the bank paid Rs. 100 as noting charges. Vandana paid Rs. 10,000 and noting charges in Cash and accepted a new bill for balance at 3 months along with the interest on balance @ 15% p.a. On the due date of the new bill, Vandana became insolvent and 50 paise in a rupee was recovered from her estate. Pass entries in the books of the Drawer. (6)

- Q-21) Following is the Receipts and Payment A/c of Manav Samiti for the year ended 31st December 2013 (8)

Receipts	Rs.	Payments	Rs.
Balance b/d	2,270	Lecturer's fees	730
Subscription	32,500	Office Expense	1 4,200
Life membership fees	3,250	Books	6,500
Donation	2,500	Furniture purchased (1.1.13)	8,600
Profit from Entertainment	7,600	Maintenance Expenses	1,300
Sale of old Books (Book Value Rs. 1,000)	750	Balance c/d	17,540
	<u>48,870</u>		<u>48,870</u>

You are required to prepare Income & Expenditure A/c and Balance Sheet after the following adjustments:

- Subscription still to be received Rs.750. Subscription includes Rs.500 received for 2014 and Rs. 1000 pending for 2012 and Rs. 1,500 for 2013 was received in 2012.
- In the beginning of the year Samiti owned Building Rs.20,000, Furniture Rs. 3,000 and Books Rs. 2,000.
- Provide depreciation on Building @ 10% and Furniture including Purchases @ 5%.

OR

Following is the Receipts and Payment A/c of Hyderabad Club for the year ended March 2013

Receipts	Rs.	Payments	
To Balance b/d	1,800	By Salaries	
To Subscription (including Rs.600 for 2013-14)	9,600	By Rent	1,500
To interest on investment	3,750	By Printing & Stationery	240
To Bank interest	75	By Postage	75
To Sale of Furniture	750	By Cycle (purchased)	1,200
		By Government Bonds	1,500
		By Balance c/d	1,410
	<u>15,975</u>		<u>15,975</u>

You are required to prepare Income & Expenditure A/c after the following adjustments:

- Subscription received includes Rs.300 of 2011-12
- Subscription due for 2012-13 Rs.450
- Salaries payable Rs.900
- Cost of furniture sold was Rs.960
- Rent paid includes Rs.150 for March 2012

Q-22) The following is the trial balance of Mr. Kalyan Das as on 31st March 2012:

Particulars	Debit Balance Rs.	Credit Balance Rs.
Purchases	1,12,000	
Returns Inward	10,000	
Rent.....	27,500	
Wages	40,000	
Salaries.....	38,500	
Capital.....	.....	1,50,000
Office Expenses.....	4,000	
10% Bank loan	-	28,000
Interest on Bank loan	2,000	
Insurance Premium	2,800	
Stock on 1 st April, 2011.....	35,000	
Plant and Machinery	60,000	
Furniture.....	20,000	
Cash.....	13,000	
Sundry Debtors.....	80,000	
Sales.....	.....	2,04,000
Sundry Creditors.....	.....	50,000
Returns Outwards.....	.....	12,000
Discount.....	3,000	
Commission Received.....	.....	4,000

Bad debts.....	200	
	4,48,000	4,48,000

The following adjustments are to be made

- i. Closing stock was valued at Rs. 40,000.
- ii. Goods worth Rs. 5,000 were destroyed due to fire but the insurance company agreed to a claim of Rs. 3,000.
- iii. Depreciate plant and machinery @ 10% P.A. and furniture @ 20% P.A.
- iv. Rs. 1,200 Insurance Premium is meant for the next accounting year.

You are required to prepare the Trading Account, Profit and Loss Account for the year ended 31st March 2012 and a Balance Sheet on that date. (10)

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