

ROLL NO.	
NAME	
CLASS/SECTION	

APEEJAY SCOOL, PITAMPURA
FIRST TERMINAL EXAMINATION, 2016-17

CLASS-XI

ACCOUNTANCY

Time Allowed: 3 Hrs.

M.M. : 80

General Instructions:

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| 1. | All Questions are compulsory. | |
| 2. | Marks are indicated against each question. | |
| 3. | Show your workings clearly. | |

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| 1. | How is Profit & Loss for the particular period is ascertained? | (1) |
| 2. | Name the category of account that is not balanced. | (1) |
| 3. | What is meant by "Window Dressing" in accounting? | (1) |
| 4. | Write names of two Qualitative Characteristics of Accounting Information. | (1) |
| 5. | What is opening entry? | (1) |
| 6. | Mr. A, a sole trader, had prepared his Trial Balance on 31 st March, 2015, and found that it was not tallying even after taking all the reasonable steps to locate the errors. What step should he take to proceed further? | (2) |
| 7. | How does the Matching Principle apply to Depreciation? | (2) |
| 8. | Explain Dual Aspect Concept. | (2) |
| 9. | If Total Assets of the business are Rs. 4,50,000 and outside liabilities are Rs. 2,00,000. Calculate Owner's Equity. | (2) |
| 10. | Give two examples of Errors of Commission. | (2) |
| 11. | 'Capital is a liability for the business.' Explain the statement with the principle applied. | (3) |
| 12. | Shri Shivreet has stationery stock amounting to Rs. 500 as at the end of the Financial Year. His accountant has written it off to Profit and Loss Account. But, Shri Shivreet has asked him to show it as stock of Stationery. Is he right in doing so? | (3) |
| 13. | Prove that Accounting Equation is satisfied in all the following transactions of Sameer Goel: | |
| | i. Purchased goods for cash Rs. 50,000 and credit Rs. 20,000. | |
| | ii. Paid salary in cash Rs. 4,500 and salary outstanding Rs. 1,000. | |
| | iii. Purchased Furniture for office use Rs. 6,000 and for household use of Sameer Rs. 4,000. | |
| | iv. Goods costing Rs. 24,000 sold at a profit of 12.5%. Half of the payment was received in cash. | |
| | v. Invested in Shares Rs. 50,000. | |
| | vi. Received Dividend Rs. 5,000. | (3) |
| 14. | A Firm bought a machinery for Rs. 1,80,000 on 1 st April, 2013 and Rs. 20,000 is spent on its installation. Its life was estimated to be for 5 years. Its estimated scrap value at the end of the period was Rs. 10,000. Find out the amount of Annual Depreciation and Rate of Depreciation. | (3) |
| 15. | Explain the following terms with the help of an example: | |
| | i. Intangible Assets | |
| | ii. Drawings | |
| | iii. Outstanding Expenses | |
| | iv. Non- Current Liabilities | (4) |
| 16. | Pass Journal Entries for the following: | |
| | i. Goods worth Rs. 10,000 were destroyed by fire. Insurance Company admitted claim for 60% amount. | |
| | ii. Sudhir Kumar who owed me Rs. 3,000 has failed to pay the amount. He pays me a compensation of 45p. in a rupee. | |
| | iii. Purchased Goods from Azad Ltd. for Rs. 40,000 less Trade Discount 15% plus VAT @ 10%. | |

- iv. Paid to Ashok out of Business Funds for the repair of owner's residential house Rs. 4,000.
 - v. Purchased a Horse for Business for Rs. 15,000.
 - vi. Goods sold for cash to a customer for Rs. 5,000 and collected 8% Sales Tax on it.
 - vii. The Horse bought died after a week. Its carcass was sold for Rs. 1,000.
 - viii. Gave as charity- Cash Rs. 200 and Goods Rs. 400. (4)
17. A Bill for Rs. 4,500 is drawn by Mohan & Co. on Ram Nath & Co. and accepted by the latter payable at Central Bank of India. Show what Journal Entries would be recorded in the books of both the parties under each of the following circumstances:
- i. If they retained the bill till due date and then realized it on maturity.
 - ii. If they discounted it with their bankers, Bank of Baroda, for Rs. 4,380.
 - iii. If they endorsed it over to their creditors Mehtab & Co. in settlement of their debt of Rs. 4,520.
 - iv. If they sent the same to their Bank for Collection. (4)
18. From the following list of balances extracted from the books of R. David, prepare a Trial Balance as on 31st March, 2015. The amount required to balance should be entered as capital.

	Rs.		Rs.
Purchases	18,20,000	Proprietor's	60,000
Stock as on 1 st April, 2014	3,50,000	Withdrawals	
Sales	40,00,000	Sundry Debtors	3,60,000
Sundry Expenses	15,000	Sundry Creditors	1,20,000
Leasehold Premises	5,00,000	Bad Debts	10,000
Freehold Premises	18,00,000	Investments @ 10%	2,00,000
Return Inwards	25,000	Interest on	
Furniture and Fixtures	2,90,000	Investments	20,000
Equipment	8,00,000	Long term Borrowings	6,00,000
Repairs to Equipment	5,000	Loan from U.T.I. Bank	8,00,000
Depreciation	80,000	Interest on Loan	65,000
		Petty cash account	400
		Balance at Bank	34,600
		Stock on 31.3.2015	4,60,000
		(not adjusted)	

- (5)
19. From the following particulars prepare a Bank Reconciliation Statement in the books of Sh. J.P. Kansal as on 30th June 2015:
- I. Balance as per Pass Book on 30th June 2015 Rs. 6,000.
 - II. Out of total cheques amounting to Rs. 37,500 drawn by Sh. Kansal, cheques aggregating Rs. 5,000 were encashed in June 2015, cheques aggregating Rs. 4,000 were encashed in July 2015 and the rest have not been presented at all.
 - III. Out of total cheques amounting to Rs. 12,000 deposited, cheques aggregating Rs. 7,500 were credited in June 2015, cheques aggregating Rs. 2,000 were credited in July, 2015 and the rest have not been collected at all.
 - IV. Bank has charged Rs. 27 as its commission for collecting outstation cheques and has allowed interest Rs. 330 on his Bank Balance.
 - V. Amount wrongly debited by bank Rs. 2,400.
 - VI. A cheque of Rs. 1,200 was entered in the Cash Book in June 2015, but was sent to the Bank in July 2015.

VII. A cheque of Rs. 13,300 paid into the bank was returned dishonoured but no intimation was received from the bank till June 2015. (6)

20. Record the following transactions of Manohar Lal & Co. in the proper Books:

2013

Jan. 1 Sold on Credit to Grover & Co.

10 Electric Irons @ Rs. 250 each 5 Electric Stoves @ Rs. 150 each.

Jan. 5 Purchased on credit from Ram & Bros.

25 Heaters @ Rs. 400 each 10 Water Heaters @ Rs. 200 each.

Jan. 10 Purchased for cash from Raja and Co. 10 Electric Kettles @ Rs. 250 each

Jan. 15 Sold to Mahesh Bros. on credit

10 Heaters @ Rs. 500 each 5 Water Heater @ Rs. 250 each.

Jan. 18 Returned to Ram & Bros. – 5 Heaters being defective

Jan. 20 Purchased from Sethi and Co.

10 Toasters @ Rs. 200 each 10 Toasters @ Rs. 300 each.

Jan. 26 Mahesh Bros. returned 1 Water Heater as defective. (6)

21. Enter the following transactions in Cash Book with Cash and Bank Columns:-

2015

March 1 Opening Balance: Cash Rs. 12,000 and Bank Rs. 36,000.
2 Cashed a cheque for Rs. 15,000 and paid salaries for the month of February in Cash Rs. 12,500.
4 Direct Deposit by Mr. Sunil Seth in our Bank Account Rs. 3,000.
10 Received from an outstation customer a cheque of Rs. 9,500.
Cheque was deposited into Bank on 12th March.
The Bank debited Rs. 20 as collection charges.
11 Gobind settled his account of Rs. 6,000 by cheque of Rs. 5,900.
Cheque was deposited into Bank on 15th March.
16 Settled Ravi's account of Rs. 8,200 after deducting Rs. 200 as discount, by giving a cheque of Rs. 6,000 and balance in cash.
17 Withdrawn from Bank Rs. 15,000 and an office equipment was purchased for Rs. 12,000 and the balance taken by the owner.
18 Sold goods to Sanjay on Credit Rs. 8,000.
19 Sanjay returned goods worth Rs. 500 and settled his account by a cheque.
22 Bank notifies that Sanjay's cheque has been dishonoured and bank debited Rs. 20 towards its charges for this cheque.
24 Issued a cheque Rs. 3,000 to Ashok as advance against our order of furniture worth Rs. 5,000.
25 Receive the amount of returned cheque and bank charges in cash from Sanjay.
26 Goods worth Rs. 12,000 were purchased from Shyam Sunder on 15th instant.
Its payment was made today by cheque after deducting 5% cash discount.
28 Paid to Manohar Rs. 8,000 by cheque.
29 Cash Sale to date Rs. 80,000 of which Rs. 60,000 banked.
30 Bank collects interest on securities Rs. 300.
31 Deposited into bank cash retaining Rs. 10,000. (8)

22. A Book-Keeper prepared a Trail on 31st March, 1994, which showed a difference of Rs. 2715.53. The difference was placed to the debit of a Suspense A/C. The under mentioned errors were subsequently discovered :-

a) Rs. 710, the total of Sales Return Book has been posted to the credit of the Purchase Return account.

- b) An item of Rs. 626 written off as a bad- debt from Chanderkant has not been debited to Bad-Debts A/c.
- c) Goods sold to X and Y for Rs. 1,600 and Rs. 1,200 respectively, but were recorded in the Sales Book as to X Rs. 1,200 and Y as Rs. 1,600.
- d) Goods of Rs. 850 were returned to Bhardwaj. It was recoded in Purchase Book as Rs. 580.
- e) An amount of Rs. 675.25 for a credit sale to Govind , although correctly entered in the Sales Book, has been wrongly posted as Rs. 756.52.
- f) A sum of Rs. 375.40 owed by Ravi has been included in the list of Sundry Creditors.
- g) An amount of Rs. 750 spent on the reapirs of an old machinery has been debited to repais A/c.

Pass Journal entries to rectify the above errors and prepare a Suspense Account. (8)

23. On April1, 1999, Z Ltd. Purchased a Plant for Rs. 5,00,000. On 1st October in the same year, additional Plant costing Rs. 2,00,000 was purchased. On 1st October 2000, the Plant purchased on 1st April 1999, having become obsolete was sold off for Rs. 2,65,000. On 1st July 2001, new plant was purchased for Rs. 8,00,000 and on the same date plant purchased on 1st October 1999 was sold for Rs. 1,70,000. The Firm provides depreciation @10% p.a. on original cost on 31st March every year.

You are required to show (i) Plant Account, (ii) Depreciation Account, and (iii) Provision for Depreciation Account for three accounting years ending 31st March, 2002. (8)