

# HALF YEARLY EXAMINATION, 2017-18

## ACCOUNTANCY

Time : 3 hrs.

Class - XI

M.M. : 90

Name of the student \_\_\_\_\_ Section \_\_\_\_\_ Date-21.09.2017 (Thursday)

### General instructions :

- All questions are compulsory.
- Marks are indicated against each question.
- All parts of a question are to be attempted at one place.
- Use of calculator is strictly prohibited.
- Please check that this question paper contains 23 questions.

- Q.1** Which of the following is not a limitation of accounting? (1)
- (a) Based on accounting conventions  
(b) Evidence in legal matters  
(c) Incomplete information  
(d) Omission of Qualitative information
- Q.2** Which principle states that the financial statements should disclose all significant information? (1)
- Q.3** Name any two source documents. (1)
- Q.4** Give a difference between cash discount and trade discount. (1)
- Q.5** Why Journal is called the 'Book of Original Entry'? (1)
- Q.6** State whether the following statements are 'True' or 'False'. Give reasons in support of your answer. (3)
- (i) Credit sale is not recorded in the cash book.  
(ii) Payment of Bills Payable is recorded on the debit side of cash book.  
(iii) Petty cash book is kept for payment of all types of expenses.
- Q.7** Explain any two qualitative characteristics of Accounting Information. (1½×2=3)
- Q.8** Prakash, a Chartered Accountant, during the financial year 2013-14 earned Rs.6,00,000. Out of which he received Rs. 5,25,000. He incurred an expense of Rs. 2,55,000. Out of which Rs.60,000 were outstanding .He also received consultancy fees relating to previous year Rs.67,500 and also paid Rs.30,000 as expenses of last year. (1½×2=3)
- You are requested to determine his income for the year if
- (i) he follows Cash Basis of Accounting and  
(ii) he follows Accrual Basis of Accounting

- Q.9** What do you understand by – (1½×2=3)
- (i) Single Entry System                      (ii) Double Entry System.
- Q.10** Prepare a Sales Book from the following transactions of M/s Good faith & Sons. (3)
- 2014
- May 1      Sold to M/s Gems & Sons on credit:
- 30 shirts                      @Rs 110.00 each
- 20 Trousers                      @Rs.215.00 each
- May 15      Sold to M/s Garden Brothers on credit:
- 100 Trousers                      @Rs.217.50 each
- 15 Overcoats                      @Rs.190.00 each
- 250 Shirts                      @ Rs.58.00 each
- May 26      Sold to M/s Book & Sons:
- 30 Shirts                      @ Rs.89.00 each
- 40 Shirts                      @ Rs.110.00 each
- Trade Discount 10% in all cases.
- Q.11** Explain 'Consistency Concept'. Give any two advantages of following consistency (4)
- concept.
- Q.12** Give an example for each of the following type of transaction with its effect on (4)
- Accounting Equation-
- (i) Increase in one asset, decrease in another asset.
- (ii) Increase in one liability ,decrease in another liability.
- (iii) Decrease in an asset, decrease in Owner's Capital.
- (iv) Decrease in an asset, decrease in a liability.
- Q.13** Mr. Innocent is working as a Senior Accountant in a leading Company. The (4)
- Company wants to evade tax liability. So it instructs Mr Innocent to manipulate some figures. Mr. Innocent agreed with this. State and explain which objective of accounting has been neglected here? Also identify any two values being violated.
- Q.14** Journalise the following transactions: (4)
- 2016
- April 1      Started business with cash Rs.1,00,000
- April 4      Goods worth Rs.25,000 were given away as charity (sale price Rs.30,000).
- April 7      Stuart who owed the Company Rs.5,000 is declared insolvent and 65 paise in a rupee is received from his estate.
- April 15      Sold goods to Tom for Rs. 40,000, allowing a trade discount of 5% and a cash discount of 10%. He paid ¼ of the amount in cash at the time of purchase.

**Q.15** Enter the following transactions in Single Column Cash Book. (4)

2016

Jan 1	Cash balance	Rs 2,50,000
Jan 2	Paid to Y in full settlement of Rs 5,000	Rs 4,750
Jan 4	Paid into bank	Rs 20,000
Jan 5	Sold goods to Rose	Rs 2,00,000
Jan 7	Paid salary	Rs 2,000
Jan 9	Purchased Building	Rs 50,000
Jan 12	Withdrew from bank	Rs 5,000
Jan 15	Paid interest on loan	Rs 2,000.

**Q.16** Jerry has the following Assets and Liabilities as on 31<sup>st</sup> March, 2016. Ascertain his Capital on the basis of the following information : (4)

Cash Rs 50,000, Bank Rs. 95,000, Debtors Rs 36,000, Creditors Rs. 44,000, Plant and Machinery Rs. 1,60,000, Building Rs 4,00,000, Furniture Rs 48,000, Bills- Receivable Rs 1,13,000, Bills Payable Rs 47,000.

**Q.17** Explain the following: (6)

- |              |                        |              |
|--------------|------------------------|--------------|
| (i) Debtors  | (ii) Intangible Assets | (iii) Goods  |
| (iv) Revenue | (v) Book Keeping       | (vi) Expense |

**Q.18** Record the following transactions in Journal and prepare the ledger of Cash- (4+2)

- (i) Received cash from a debtor for a bad debt written off last year Rs 4,000.
- (ii) Rs 2,000 were withdrawn by the proprietor for his personal use.
- (iii) A cheque from a customer amounted to Rs 5,000 deposited in the bank was returned dishonoured.
- (iv) Commission received in advance is Rs 7,000.

**Q.19** From the following information, prepare the necessary Subsidiary Books of M/s Honest- (6)

2016

- Aug 1 Purchased from Ashok Kumar 100 bags Rice @ Rs 480 per bag, 20 bags sugar @ Rs 1,100 per bag.
- Aug 2 Purchased from Ramit Kumar 150 bags Wheat @ Rs 290 per kg (1 bag contains 15 kg), 10 bags sugar @Rs 1,090 per kg (1 bag contains 25 kg).
- Aug 6 Raj sold to us:10 bags Rice @Rs400 per bag,20 tins ghee@Rs560 per tin.
- Aug 16 K.K. Gupta returned to us:  
2 bags Rice @ Rs. 510 per bag  
5 bags Wheat @ Rs. 360 per bag
- Aug 25 Returned to Ramit Kumar 5 bags Wheat.

**Q.20** a) On 30<sup>th</sup> June, 2013, the bank column of Cash Book showed a balance of Rs 12,000 but Pass Book shows a difference due to the following reasons: (6)

(i) On 29<sup>th</sup> June a customer deposited Rs. 3,000 directly into bank account but it was entered in Pass Book only.

(ii) Cheques of Rs 9,200 were issued but were not presented in the bank.

(iii) Pass Book shows a credit of Rs 330 as interest.

Prepare a Bank Reconciliation Statement as on 30/6/2013.

b) Explain any three need for the preparation of BRS.

**Q.21** Prepare a Petty Cash Book for the following transactions. The imprest amount is Rs 2,000. (6)

Jan 1	Paid cartage	Rs 50
Jan 2	STD charges	Rs 40
Jan 2	Bus fare	Rs 20
Jan 4	Refreshment for employees	Rs 80
Jan 6	Courier charges	Rs 30
Jan 8	Refreshment to customer	Rs 50
Jan 15	Taxi fare to manager	Rs 70
Jan 27	Postage stamps	Rs 200
Jan 29	Repair of furniture	Rs 105
Jan 30	Laundry expenses	Rs 115
Jan31	Miscellaneous expenses	Rs 100

**Q.22** Fill in the missing information in the following Journal entries: (8)

Particulars	Amount	Amount
----- Dr. To ----- (Goods costing Rs10,000,sale price Rs 12,000 withdrawn for personal use)	-	-
----- Dr. ----- To Vikas (Cheque received from Vikas and discount allowed at 5%)	-	100000
----- Dr. To ----- (Interest payable on Mrs Kusum's Loan of Rs 2,00,000 @15% p.a for one month)	-	2500

----- To Bank A/c To ----- (Goods of list price Rs 80,000 Bought at 20% trade discount and 5% cash discount)	Dr.	64,000	-
----- To ----- (Amount paid for repairs of furniture)	Dr.	1000	1000
----- To ----- (Interest due but not received)	Dr.	4000	4000
----- ----- To ----- (Paid rent by cheque Rs.30,000. One third of the premises is occupied by the proprietor for his residence)	Dr. Dr.	- -	-

**OR**

Particulars		Amount	Amount
----- To ----- (Being the rent for half of the building charged to proprietor)	Dr.	15,000	-
----- ----- To ----- (Being 45 paise in a rupee received from Sudhir who owed Rs. 3,000)	Dr. Dr.	- -	-
----- To ----- (Being stationary purchased)	Dr.	-	2,500
----- To ----- (Being salary due Rs. 15,000)	Dr.	-	-
----- To ----- (Being the interest on drawings @ 18% p.a. for 2 months on Rs. 25,000)	Dr.	-	-

----- To ----- (Being the commission received)	Dr.  Dr.	4,000  -	4,000
----- ----- To ----- (Being cash received from Ravish and discount allowed to him)	Dr. Dr.	- 125	7,000

**Q.23** Enter the following transactions in the Double Column Cash Book of Goodwill General stores: (8)

2014

Jan 1	Cash in Hand	Rs 1002.50
	Cash at Bank	Rs 5,000
Jan 5	Deposited into bank	Rs 1,000
Jan 10	Withdrew money from bank for business use	Rs 400
Jan 12	Drawings	Rs 100
Jan 13	Received a cheque from Pawan and deposited it into the bank	Rs 700
Jan 14	Pawan's cheque returned dishonored by the bank	-
Jan 20	Deposited into bank balance of cash in excess of	Rs 250

**OR**

- Define Cash Book.
- Give any three similarities between Cash Book and Journal.
- How will you deal with Contra Entry while preparing the Cash Book?

