

Total No. of Questions – 32

Total No. of Printed Pages – 4

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**Part – III**  
**COMMERCE, Paper – I**  
**(English Version)**

Time : 3 Hours]

[Max. Marks : 100

**PART – I (Marks – 50)**

**SECTION – A**

Answer any two of the following questions in not exceeding 40 lines each :  $2 \times 10 = 20$

1. Define Sole Proprietorship. Discuss its merits and demerits.
2. What is Memorandum of Association ? Explain its clauses.
3. What is Business Finance ? Explain its need and significance in the Business Organization.

**SECTION – B**

Answer any four of the following questions in not exceeding 20 lines each :  $4 \times 5 = 20$

4. Explain the classification of Industries.
5. Write about any five types of Partners.
6. Explain the differences between Shares and Debentures.
7. Write about nature of Business Finance.
8. Briefly explain the registration process of MSMEs.
9. Explain the scope of E-Business.

**SECTION – C**

Answer any five of the following questions in not exceeding 5 lines each :  $5 \times 2 = 10$

10. What is meant by Business ?
11. What do you mean by Commerce ?

12. Who is Kartha ?
13. What is Partnership Deed ?
14. Define Company.
15. What is meant by Certificate of Commencement of Business ?
16. Fixed Capital.
17. Define MNC.

**PART – II (Marks – 50)**

**SECTION – D**

Answer the following question :

**1 × 20 = 20**

18. From the following Trial Balance, prepare the Final Accounts :

**Trial Balance**

Particulars	Amount (₹)	Particulars	Amount (₹)
Opening Stock	1,000	Capital	20,000
Purchases	4,000	Reserve for bad debts	200
Sales returns	500	Sales	6,000
Carriage Inward	600	Creditors	600
Wages	700		
Salaries	1,000		
Interest	300		
Trade expenses	400		
Debtors	8,000		
Bad Debts	300		
Business Premises	6,000		
Bills Receivable	4,000		
	<b>26,800</b>		<b>26,800</b>

**Additional Informations :**

- (1) Closing Stock : ₹ 4,000
- (2) Prepaid Salaries : ₹ 300
- (3) Bad Debts : ₹ 500
- (4) Reserve for bad debts : 5%
- (5) Depreciation on Premises 5%

**SECTION – E**Answer any **one** of the following questions :**1 × 10 = 10**

19. Prepare a Three-Column Cash Book from the following :

	Particulars	₹
2016, Jan. 1	Cash in Hand	8,000
	Balance at Bank	12,000
" " 5	Purchases	1,500
" " 8	Paid into Bank	3,000
" " 11	Received from Manoj	1,800
	Discount Allowed	200
" " 13	Sold goods for cash	2,700
" " 16	Purchased Stationery	600
" " 19	Issued Cheque to Ramesh	3,800
	Discount received	200
" " 20	Furniture purchased and paid by cheque	2,000
" " 24	Paid Office Expenses	800
" " 27	Interest received	400
" " 30	Withdrawn from Bank for Office use	3,500
" " 31	Paid Rent	1,000

20. On 30
- <sup>th</sup>
- April, 2016, the pass book of Mr. Vijaykumar traders showed a credit balance of ₹ 45,000.

- (a) Cheques amounting to ₹ 10,500 were deposited in the bank but only cheques of ₹ 4,500 were cleared upto 30<sup>th</sup> April.
- (b) Cheques amounting to ₹ 15,000 were issued but cheques worth ₹ 5,100 not been presented for payment in the bank upto 30<sup>th</sup> April.
- (c) In the pass book there was a credit of ₹ 300 for interest on Investments and debit of ₹ 75 for bank charges.

Prepare a bank reconciliation statement showing the balance as per cash book.

**SECTION – F**Answer any **two** of the following questions :**2 × 5 = 10**

21. Explain different types of Accounts along with their debit, credit rules.

22. Prepare Vijay Account from the following :

2016, Feb. 1	Amount due from Vijay	₹ 8,000
" " 4	Goods sold to Vijay	₹ 11,000
" " 12	Goods returned by Vijay	₹ 4,000
" " 16	Cash received from Vijay	₹ 3,000
" " 22	Received cheque from Vijay	₹ 6,000
" " 28	Vijay Account settled with 10% discount	



23. Enter the following transactions in Proper subsidiary books :

			₹
2016, Nov. 5	Purchased goods from Arun		5,800
" " 8	Purchased goods from Tarun		9,000
" " 10	Returned goods to Tarun		1,000
" " 15	Purchased goods from Varun		11,000
" " 19	Purchased goods from Karun		10,000
" " 23	Returned goods to Varun		1,000

24. Explain the various types of errors.

### SECTION - G

Answer any five of the following questions :

5 × 2 = 10

25. What is Book Keeping ?  
 26. Define Double Entry System.  
 27. Prepaid Expenses.  
 28. What is Journal Proper ?  
 29. Suspense Account.  
 30. Journalize the following transactions :

2016, May. 1	Started business with cash	₹ 80,000
" " 5	Sold goods to Venkat	₹ 10,000
" " 8	Salaries paid	₹ 1,500
" " 16	Purchases	₹ 3,000

31. Record the opening entry from the following particulars on 1<sup>st</sup> April, 2016 :

	₹
Cash in Hand	5,000
Machinery	20,000
Sundry Debtors	18,000
Stock	10,000
Sundry Creditors	9,000
Furniture	12,000
Bills Payable	11,000

32. Prepare the Trial Balance of Ramesh as on 31-12-16 :

Particulars	Amount (₹)	Particulars	Amount (₹)
Bills Receivable	1,000	Sales	1,200
Return Outwards	300	Bills Payable	800
Purchases	3,000	Capital	1,900
Returns inwards	200		