

ACCOUNTANCY XI
SAMPLE PAPER

Time Allowed : 3 Hours

M.M. : 80

General Instructions:

- (i) This Question Paper contains 32 questions in all.
- (ii) All questions are compulsory.
- (iii) Marks are indicated against each question.
- (iv) Give calculations and working notes neatly and clearly wherever required.

Note: Questions number 1 to 20 carries one mark each.

1. Mr. Nath who owed us 50,000 became insolvent and paid only 40% of this amount. What is term used for the amount not received and in which side of Profit and loss Account this amount is shown?
2. The concept that a Business enterprise will not sold or liquidated in the near future is known as:
 - (a) Going Concern
 - (b) Economic Entity
 - (c) Money measurement Concept
 - (d) None of these
3. Provision is created for:
 - (a) Known Liability
 - (b) Unknown Liability
 - (c) Strengthening Financial Position
 - (d) Distribution of Dividend
4. What do you mean by GAAP?
5. Under which basis of accounting, Outstanding Expenses are not recorded?
6. What is Journalising?
7. Define Drawings?

8. Which of the following account will be credited on giving Cash Donations?
 - (a) Purchases A/C
 - (b) Cash A/C
 - (c) Donation A/C
 - (d) Drawings A/C
9. On inter - state purchase of goods, which of the following GST is levied:
 - (a) CGST
 - (b) SGST
 - (c) IGST
 - (d) None of the above
10. What do you mean by Suspense A/C?
11. State the formula to calculate the depreciation as per "Straight line method.
12. A Three months Bill of Exchange drawn on 1 July 2018 will mature for payment on:
 - (a) 1 October 2018
 - (b) 3 October 2018
 - (c) 4 October 2018
 - (d) d.5 October 2018
13. Wrong totaling of Subsidiary Books _____ allow Trial Balance to match.
14. Cost of Plant and Machinery is an example of _____ Expenditure.
15. Salaries and Wages are taken to the Debit side of _____ Account.
16. Give two examples of Intangible Assets.
17. Which Book is maintained in Single Entry System?
18. Which of the following can be prepared under Single Entry system?
 - (a) Trial balance
 - (b) Ledger Accounts
 - (c) Statement of Affairs
 - (d) All of the above.
19. What are Tailor-made software?
20. Cost of Goods sold = _____ + _____ + Direct Expenses – Closing stock.

21. Enter the following transactions in the Cash Book (Double column) of Mehra & Sons: 3 Marks

Date	Transactions	Amount (₹)
2019		
Jan-1	Cash in Hand	96,000
	Cash at Bank	16,000
Jan-5	Cheque received from Rehman and deposited in the bank	40,000
Jan-9	Cheque paid to Rahul	25,500
Jan-15	Money withdrawn from Bank for office use.	10,000
Jan-31	Life Insurance Premium paid	750

22. Discuss any three capabilities of Computer System for Accounting Purposes. 3 Marks

23. Rectify the following errors: 4 Marks

- (a) Cash Sales Rs. 16,000 were not posted to Sales Account.
- (b) Credit sales to Mohan Rs. 7,000 were recorded as Rs. 700.
- (c) Salary paid Rs. 5,000 was debited to employee's personal account.
- (d) A credit sale of Rs. 102 to KISHAN was posted to Krishna's Account.

24. Nandu sold goods to Basu for Rs. 4,000 and Basu accepted a bill drawn by Nandu amounted to Rs. 4,000 on 1st January 2019 and payable after four months. Nandu discounted it with banker @ 18% per annum. On the due date bill was dishonoured. Bank paid Rs. 40 as noting charges. After one month Basu paid the amount due to Nandu. Pass the journal entries in the books of Nandu. 4 Marks.

25. Fill in the missing information in the following journal entries

4 Marks

S. No.	Particulars	L.F.	Dr. ₹	Cr. ₹
1.	_____ Account Dr. To _____ (goods costing Rs. 5,000 destroyed by fire)		_____	_____
2.	Purchases Account _____ Account Dr. _____ Account Dr. To _____ To Ayush (Purchased goods from Ayush for ₹ 20000 plus CGST and @ 6% each, issued a cheque to him for ₹ 10000, balance payable after one month.)	Dr.	_____ _____	_____ 10000 _____
3.	_____ Account Dr. To _____ (Salary outstanding at the end of the year.)		25,000	25,000
4.	_____ Account Dr. To _____ (Being depreciation provided on computers costing Rs 1,50,000 @ 20% p.a)		_____	_____

26. What do you mean by Computer Software? Explain the following:

- (a) Operating Software
- (b) Utility Software
- (c) Application Software

4 Marks

27. Ashutosh maintains his accounts on Single Entry System. Calculate his profits on 31st March 2019 from the following information:

Particulars	1 April 2018 ₹	1 April 2019 ₹
Cash	3,000	1,000
Bank	9,000	7,000
Furniture	4,000	4,000
Stock	2,000	6,000
Creditors	8,000	6,000
Debtors	6,000	8,000

Additional Information:

During the year his drawings were Rs 2,000 and additional capital invested Rs 4,000.

28. Supriya Limited purchased a Machinery for Rs 5,00,000 on 1st January 2015. Depreciation is provided @ 20% p.a. on cost of the Machinery every year. On 1st January 2017, the Machinery got an accident and damaged badly. The company disposed off it for Rs 1,00,000. On the same date a new Machinery at a cost of Rs 9,00,000 was purchased. Prepare Machinery Account for four years. The accounts are closed on 31st December every year.

29. On March 31, 2019, the Cash Book of Kumar Brothers showed a debit balance of Rs 2,14,460. From the following particulars make out a Bank Reconciliation Statement and ascertain the Balance as per Pass Book.

- (a) Cheque issued but not presented for payment Rs 7,375.
- (b) Cheques paid into bank but not yet cleared Rs 1,175.
- (c) Interest credited by bank but not entered in cash book Rs 2,150.
- (d) Bank charges debited in the Pass Book but not entered in the Cash Book Rs 700.
- (e) Bank deposited a dividend of Rs 5,000 to the Bank Account. This transaction was not recorded in Cash Book.

30. Explain the following:

- (a) Dual Aspect Concept
- (b) Prudence or Conservatism Principle
- (c) Accounting Standards (AS)

31. Differentiate between Capital Reserve and Revenue Reserve. (any two)

- (b) Why there is a need of preparing Financial statements?
- (c) Prepare a Purchase Day book of Shiv Stationery from the following information.

Date	Particulars
2018	Purchased from Gagan Stationery Mart on credit
June 1	(a) 70 dozen pencils @ ₹ 25 dozen (b) 10 dozen registers @ ₹ 15 per register
June 10	Purchased from Amrit Furniture 2 tables @ ₹ 1,500 per table.
June 15	Purchased 3 dozen ink pots @ ₹ 80 per dozen from Mehar paper Company and received cash discount of ₹ 50
June 18	Purchased from Rehman Bros. on credit (a) 5 reams of white paper @ ₹ 50 per ream (b) 120 pens @ ₹ 60 per dozen. Less Trade Discount of 10%

32. The following Trial Balance was drawn up from Mrs. Bhumika's books at the end of the year ending 31-03-2019. Prepare Trading and Profit & Loss Account and Balance Sheet as on 31-03-2019:

Particular	Amount	Particular	Amount
Stock (01-04-2018)	16,000	Capital	1,00,000
Debtors	32,000	Sales	98,800
Machinery	30,000	Trade Payables	9,000
Wages	10,000	Discount Received	1,000
Salary	4,000		
Building	60,000		
Trade Expenses	5,000		
Cash	16,000		
Purchase	35,000		
Drawing	800		
	2,08,800		2,08,800

Adjustments:

The following adjustments are to be considered:

- Stock on 31-03-2019 ₹ 21,000
- Machinery is to be depreciated by 10% p.a.
- Salary outstanding ₹ 200.

Or

From the following Trial Balance Prepare Trading Account, Profit & Loss Account and the Balance Sheet.

Particular	₹	Particular	₹
Purchase	80,000	Capital	2,10,000
Bank balance	11,000	Bills payables	6,500
Wages	34,000	Sales	2,00,000

Debtors	70,300	Creditors	50,000
Cash in hand	1,200	Return outwards	4,000
Legal expenses	4,000		
Building	60,000		
Machinery	1,20,000		
Bills receiveble	7,000		
Office expenses	3,000		
Opening stock	45,000		
Gas and fuel	2,700		
Freight and carriage	3,500		
Factory lighting	5,000		
Office furniture	5,000		
Patents	18,800		
	4,70,500		4,70,500

Adjustments:

- (a) Machinery is depreciated @ 10% p.a. and Building depreciated @ 6% p.a.
- (b) Interest on capital @ 4% p.a.
- (c) Outstanding wages ₹ 50.
- (d) Closing stock ₹ 50,000.

SAMPLE PAPER (2019-20)

Q. N.	Suggested Answers	Marks																																																								
1.	Bad Debts, shown in the Debit side of Profit & Loss Account	1/2+1/2																																																								
2.	a.	1																																																								
3.	a.	1																																																								
4.	Set of Accounting Standards developed by IASB	1																																																								
5.	Cash Basis	1																																																								
6.	Correct meaning	1																																																								
7.	Correct meaning	1																																																								
8.	Cash A/C	1																																																								
9.	IGST	1																																																								
10.	Correct meaning	1																																																								
11.	Cost of asset - estimate scrap value Estimated life of asset	1																																																								
12.	c. 4 October 2018	1																																																								
13.	does not	1																																																								
14.	Capital	1																																																								
15.	Profit and Loss A/C	1																																																								
16.	Goodwill, Patents	1																																																								
17.	Cash Book	1																																																								
18.	Statement of Affairs	1																																																								
19.	Correct meaning	1																																																								
20.	Opening Stock, Net Purchases	1																																																								
21.	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="4" style="text-align: left;">Dr.</th> <th colspan="4" style="text-align: right;">Cr.</th> </tr> <tr> <th style="width: 10%;">Date</th> <th style="width: 20%;">Particular</th> <th style="width: 10%;">Cash</th> <th style="width: 10%;">Bank</th> <th style="width: 10%;">Date</th> <th style="width: 20%;">Particular</th> <th style="width: 10%;">Cash</th> <th style="width: 10%;">Bank</th> </tr> </thead> <tbody> <tr> <td>Jan-1</td> <td>To Balance b/d</td> <td>96,000</td> <td>16,000</td> <td>Jan-9</td> <td>By Rahul</td> <td>_____</td> <td>25,500</td> </tr> <tr> <td>Jan-5</td> <td>To Rehman</td> <td>_____</td> <td>40,000</td> <td>Jan-15</td> <td>By Cash A/c (c)</td> <td>_____</td> <td>10,000</td> </tr> <tr> <td>Jan-15</td> <td>To Bank A/C (c)</td> <td>10,000</td> <td>_____</td> <td>Jan-31</td> <td>By Drawings A/C</td> <td>750</td> <td>_____</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td>By Balance c/d</td> <td>1,05,250</td> <td>20,500</td> </tr> <tr> <td></td> <td></td> <td>1,06,000</td> <td>56,000</td> <td></td> <td></td> <td>1,06,000</td> <td>56,000</td> </tr> </tbody> </table>	Dr.				Cr.				Date	Particular	Cash	Bank	Date	Particular	Cash	Bank	Jan-1	To Balance b/d	96,000	16,000	Jan-9	By Rahul	_____	25,500	Jan-5	To Rehman	_____	40,000	Jan-15	By Cash A/c (c)	_____	10,000	Jan-15	To Bank A/C (c)	10,000	_____	Jan-31	By Drawings A/C	750	_____						By Balance c/d	1,05,250	20,500			1,06,000	56,000			1,06,000	56,000	1/2 mark for correct entry of each transaction = 3 marks
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		1,06,000	56,000			1,06,000	56,000																																																			
22.	One mark each for any three correct explanations.	3 Marks																																																								

23.

Journal Entries

(i)	Suspense Account To Sales Account	Dr.	16,000	16,000	1M
(ii)	Mohan To Sales Account	Dr.	6,300	6,300	1M
(iii)	Salary Account To Employee's Personal Account	Dr.	5,000	5,000	1M
(iv)	Kishan To Krishna	Dr.	102	102	1M

1
marks
each
for
correct
entry
= 4
marks

24.

**Journal Entries
In the Books of Nandu**

4

Date 2019	Particular		Amount	Amount	Marks
Jan-1	Basu To Sales Account	Dr.	4,000	4,000	1/2 M
Jan-1	Bills Receivable Account To Basu	Dr.	4,000	4,000	1/2 M
Jan-1	Bank Account Discounting charges Account To Bills Receivable Account	Dr. Dr.	3,760 240	4,000	1/2 M
May-4	Basu Account To Bank	Dr.	4,040	4,040	1/2 M
May-4	Cash Account To Basu	Dr.	4,040	4,040	1/2 M

25. One mark for each correct entry.

Journal Entries

Date	Particular		Amount	Amount	Marks
1.	Loss by Fire Account To Purchases Account	Dr.	5,000	5,000	1 M
2.	Purchases Account Input CGST Account Input SGST Account. To Bank Account To Ayush	Dr. Dr. Dr.	20000 1200 1200	10000 124000	1 M
3.	Salary Account To Salary Outstanding Account	Dr.	25000	25000	1 M
4.	Depreciation Account To Computers Account	Dr.	30000	30000	1 M

4

26. 1 mark for correct meaning of software. 3 marks for each correct explanation. 4 marks

27. **Statement of Affairs**

Liabilities	₹	₹	Assets	₹	₹
	(2018)	(2019)		(2018)	(2019)
Creditors	8,000	6,000	Furniture	4,000	4,000
Capital (B.F)	16,000	20,000	Stock	2,000	6,000
			Debtors	6,000	8,000
			Cash	3,000	1,000
			Bank	9,000	7,000
	24,000	26,000		24,000	26,000

4

Statement of Profit and Loss

1 mark

Particulars	Amount (₹)
Closing Capital	20,000
Add: Drawing	2,000
Less: Additional Capital	4,000
Less: Opening Capital	16,000
Profit for the year	2,000

28. **Machinery Account**

Date	Particular	(₹)	Date	Particular	(₹)
01.01.15	To Bank A/c	5,00,000 (1/2 M)	31.12.15	By Depreciation	1,00,000 (½ M)
				By Balance c/d	4,00,000
01.01.16	To Balance b/d	4,00,000 (1/2 M)	31.12.16	By Depreciation	1,00,000 (½ M)
				By Balance c/d	3,00,000
01.01.17	To Balance b/d	3,00,000	01.01.17	By Bank A/C	1,00,000 (½ M)
	Bank A/c	9,00,000 (1/2 M)		By P&L A/C	2,00,000 (1 M)
			31.12.17	By Depreciation	1,80,000 (1 M)
				By Balance c/d	7,20,000 (½ M)
01.01.18	To Balance b/d	7,20,000	31.12.18	By Depreciation	1,80,000 (½ M)
				By Balance c/d	5,40,000

Marks as distributed in the given Solution. Total = 6 marks

29. Bank reconciliation Statement

	Particulars	Plus Items (₹)	Minus Items (₹)	Marks
	Balance as per Cash Book	2,14,460	—	1/2 M
(i)	Cheque issued but not presented for payment	7,375	—	1 M
(ii)	Cheques paid into bank but not yet collected	—	1,175	1M
(iii)	Interest credited by bank but not entered in cash book	2,150	—	1 M
(iv)	Bank charges debited in the Pass Book	—	700	1 M
(v)	Customer directly deposit in Bank Account	5,000	—	1 M
	Total	2,28,985	1,875	
	Balance as per Pass Book	—	2,27,110	1/2 M
		2,28,985	2,28,985	

30. Two marks each for correct explanation. $2 \times 3 = 6$ marks
 31. (i) Any two correct differences. $2 + 2 + 4 = 8$ marks
 (ii) Any two needs.
 (iii) Total of Purchase book Rs 4315

32. Trading & Profit and Loss A/c

Particulars	Amount	Particulars	Amount	
To opening Stock	16,000	By Sales	98,800	Trading A/c 2M P&L A/c 3M Balance Sheet 3 M 2+3+3 = 8 Marks
To Purchase	35,000	By Closing Stock	21,000	
To Wages	10,000			
To Gross Profit	58,800			
	1,19,800		1,19,800	
To Salary 4,000		To Gross Profit	58,800	
(+) O/s 200	4,200			
To Trade Expenses	5,000	By Discount Received	1,000	
To Dep. On Machinery	3,000			
To Net Profit T/f to Cap. A/c	47,600			
	59,800		59,800	

Balance Sheet
As on 31st March 2019

Liabilities	Amount	Assets	Amount
Capital	1,00,000	Machinery	30,000
(-) Drawing	<u>800</u>	(-) Dep.	<u>3000</u>
	99,200		27,000
(+) N/P	<u>47,600</u>		
	1,46,800		
Trade Payables	9,000	Building	60,000
Salary Outstanding	200	Debtros	32,000
		Cash	16,000
		Closing Stock	21,000
	1,56,000		1,56,000

Or

Gross Profit ₹ 83,750; Net Profit ₹ 52,750; Total of Balance Sheet ₹ 3,19,250