

COUNCIL OF CBSE AFFILIATED SCHOOLS IN THE GULF
GULF SAHODAYA CLASS XI EXAMINATION 2009

GRADE 11

Subject : Accountancy

SET III

Max Marks:100

Date : 09.03.09

Time :3hrs

General Instructions:

- i) All questions are compulsory.
- ii) Marks are indicated against each questions.
- iii) Draw proper column whenever required.
- iv) Avoid over writing / cutting.

OPTIONAL

FINANCIAL ACCOUNTING – I & II

- 1) A person who owes money to a firm is called as _____ (1)
- 2) What is meant by capital expenditure? (1)
- 3) What is meant by capital reserve? (1)
- 4) Define bills of exchange? (1)
- 5) Value of stock in trade at market price or cost price whichever is less in an example of the application of the convention of (1)
a) Consistency b) Conservatism c) Disclosure d) None of the above
- 6) What is meant by renewal of bill? (1)
- 7) The loss on sale of motor car is debited to (1)
a) Profit or loss A/C b) Motor car A/C c) Depreciation A/C
- 8) What are the different kinds of software ? (1)
- 9) a) Define Bookkeeping? (3)
b) Explain the meaning for the following (3)
i) Revenue ii) Capital
- 10) State the meaning of the following (3)
a) Business entity Concept (3)
b) What is meant by accounting period assumption (3)
- 11) Pass the journal entries (3)
a) Provide 10% depreciation on furniture costing Rs.5000
b) Goods used in making furniture (Sale price Rs.2000 cost Rs.1500)
c) Sold goods to Mohan list price Rs.2000 trade discount 10% and cash discount 5%. He paid the amount on the same day.

- 12) Shyam had amongst other assets machinery at the gross value of Rs.5,00,000 on which accumulated depreciation amounted to Rs.2,00,000. A machine purchased for Rs.2,00,000 having accumulated depreciation amounting to Rs.80,000 was sold during the year for Rs.1,35,000. You are required to determine the profit or loss of the machine by preparing Asset disposal account. (3)
- 13) Calculate the value of opening stock from the following
 Cash sales 40000 Sales returns 5000 (out of credit sales) Purchase returns 4000 Closing stock 36000 Credit sales 165000 Purchases 124000 Carriage inwards 8000 Rate of Gross profit 40% on sales (3)
- 14 a) Write the advantages of AIS? (3)
 b) What is meant by utility software? (3)
- 15) What do you understand by saving a report as a snapshot? (3)
- 16) Mr. Trehan's cash book shows a credit bank balance on 31st December, 2006 as Rs.40,500 but Pass book shows a difference due to the following reasons
 i) A post-dated cheque for Rs.900 has been debited in the bank column of cash book but could not have been presented.
 ii) Cheque totaling Rs.10,200 deposited with the bank have not yet been collected and a cheque for Rs.4,000 has been dishonoured.
 iii) Insurance premium amounting Rs.500 paid by bank has not been entered in cash book.
 iv) A bill for Rs.10,000 was retired by the bank under a rebate of Rs.150 but the full amount credited in the bank column of cash book.
 v) A cheque for Rs.5000 drawn in favour of Manohar has not yet presented for payment. (5)
- 17) On 1st January ,2006 the provision for doubtful debts accounts in the books of a firm which maintains it at 5% has a credit balance of Rs.1,100. During the year the bad debts amounted to Rs.800 and the debtors at the end of the year were Rs.20,000. Show provision for doubtful debts account and profit & Loss account for the year 2006. (5)
- 18) Mr. Abdul started a business on 1st January 2007 with a capital of Rs.20,000. Finding it inadequate , he brought in fresh capital of Rs.4,000 on 1st February 2007. On 31st December 2007 his assets were
- | | Rs |
|---------------------|--------|
| Furniture | 5,000 |
| Stock | 17,000 |
| Sundry Debtors..... | 7,400 |
| Cash at bank..... | 2,400 |
| Cash in Hand..... | 600 |

Sundry creditors at this date totaled Rs.9,600.He found that he had withdrawn Rs.7,600 to meet his household expenses.
Ascertain the profits earned by him during the year. (5)

19) On 1st March 2007, Shri Kailash Chand commenced business with cash Rs.25,000.The following are his transaction for the month of March 2007. Record them in proper books.:

2007		Rs
March 1	Bought goods for cash	4,750
March 2	Paid cash for typewriter	1,700
March 5	Deposited in Bank	15,000
March 7	Sold to Shri Ramesh Chand goods: Wheat Rs.20,000 Rice Rs. 5,000 -----	25,000
March 10	Received from Shri Ramesh Chand	11,000
March 14	Received from Jagadish Narain Cash	2,200
	Allowed him discount	300
March 15	Sold to Jagdish Narain goods: Wheat Rs.6,000 Rice Rs. 500 -----	6,500
March 18	Bought to Shyam Lal goods: Wheat Rs.16,000 Rice Rs. 2,000 -----	18,000
March 20	Drew from bank cash for office	7,000
March 21	Paid Shyam Lal in full settlement	17,500
March 22	Purchased from Attar Chand goods	5,000
March 23	Cash Sales	6,500
March 25	Paid Salary	2,500
March 28	Paid rent	1,500
March 30	Paid into bank	8,000
March 31	Drew cash for private expenses	500

(8)

20) Rectify the following errors found in the books of Mr.Dutt. The Trial balance was out by Rs.493 excess credit. The difference has been posted to the suspense account:

- i) An amount of Rs.100 was received from D.Das on 31st December, 2006 but had been entered in the cash book on 4th January, 2007.
- ii) The total of returns inward book from December had been cast by Rs.100 short.
- iii) The purchase of an office table costing Rs.300 had been passed through the purchase day book.
- iv) Rs.375 paid for wages to workmen for making showcases had been charged to the wages account.
- v) A purchase of Rs.67 has been posted to the creditor's account as Rs.60.

- vi) A cheque for Rs.200 received from P.C.Joshi had been dishonoured and was debited to the 'Allowance Account'.
vii) Rs.1,000 paid for the purchase of a motorcycle for Mr.Dutt had been charged to the miscellaneous account (8)

21) On 1st January, 2005 the Jaipur golden Transport company purchased a truck for Rs.8,00,000. On 1st July, 2006 this truck was involved in an accident and was completely destroyed and Rs.6,00,000 was received by a cheque from the insurance company in full settlement on 1st October,2006. On the same date (i.e., 1st July, 2006) another truck was purchased by the company for Rs.10,00,000.

The company writes off 20% depreciation per annum under the written down value method. Prepare the truck account and depreciation account for 2005 to 2007 when books are closed on 31st March every year. (8)

22) On 15th January ,2007 Sudarshan sold goods to Shashi for Rs.30,000. Shashi paid Rs.6,000 in cash and for balance accepts three bills-No.1 for Rs.7,000 at one month, No.2 for Rs.8,000 at two months, and No.3 for Rs.9,000 at 3 months

Sudarshan endorsed the 1st bill to Nahar, his creditor , on 16th January in full settlement of Rs.7,100 discounted the 2nd bill at his bank for Rs.7,920 and retained the third bill till maturity.

The first bill was met at maturity. The second bill was dishonoured and Rs.100 paid as noting charges. Sudarshan charged Rs.150 for interest and drew on Shashi a fourth bill for the amount at three months. At maturity the third bill was renewed with an interest at 6% per annum for three months. The 5th bill was duly accepted by Shashi. The fourth and fifth bills were met on maturity. Pass journal entries in book of Sudarshan. (8)

23) The following is the trail balance of Shri Paras on 31st March, 2007. You are required to prepare the final account after giving effects to the adjustments:

Debit Balance	Rs	Credit Balance	Rs
Sundry Debtors	1,45,000	Sundry Creditors	63,000
Drawings	52,450	Capital Accounts	7,10,000
Insurance	6,000	Return Outwards	5,000
General Expenses	30,000	Sales	9,87,800
Salaries	1,50,000		
Patents	75,000		
Machinery	2,00,000		
Freehold land	1,00,000		
Building	3,00,000		
Stock(1.4.2006)	57,600		
Cash at Bank	26,300		
Carriage on Purchases	20,400		
Carriage on Sales	32,000		
Fuel and power	47,300		
Wages	1,04,800		
Returns inward	6,800		

Purchases	4,06,750		
Cash in hand	5,400		
	<u>17,65,800</u>		<u>17,65,800</u>

The following adjustments are made:

- i) Stock on 31st March, 2007 was valued at Rs. 68,000
- ii) A provision for Bad and doubtful debts is made to extend 5% on Sundry debtors.
- iii) Depreciate machinery by 10% ; Patents 20% and building 5%.
- iv) Wages include a sum of Rs. 20,000 spent on construction of a cycle shed
- v) Salaries for a month of February and March 2007 were not paid.
- vi) Insurance includes a premium of Rs. 1,700 on a policy expiring on 30th September 2007.
- vii) General Manager is entitled to a commission of 10% on the net profit after charging his commission. (15)

