

ROLL NO. _____

YRH

Time : 3 Hours

(Printed pages 5)

Max. Marks: 100

1. Attempt any FOUR of the following:- **20**

(A) Answer in one sentence only:- **5**

1. What is balance sheet?
2. What is statement of Profit/Loss?
3. What is normal profit?
4. What is renewal of a bill of exchange?
5. What is joint bank account?

(B) Write the word/term/phrase which can substitute each of the following statements:- **5**

1. Excess of cost of sales over sales.
2. System of accounting that is followed by many small scale organisations.
3. A part of the computer system popularly known as brain of the computer.
4. Acceptance to a bill of exchange without changing terms and conditions of the bill.
5. Account credited for unused material taken over by the co-venturer.

(C) Match the following pairs:- **5**

- | ‘A’ | ‘B’ |
|-------------------------|-------------------------------|
| 1. Surplus | a. Limited liability |
| 2. Depreciation | b. Unlimited liability |
| 3. Keyboard of computer | c. Added to capital fund |
| 4. Retirement of bill | d. Deducted from capital fund |
| 5. Co-venturer | e. Fixed Asset |
| | f. Current Asset |
| | g. Before due date |
| | h. Input device |

(D) Select the most appropriate alternative from those given below:- 5

1. Unloading charges is _____ expenditure
(a) Direct (b) Indirect (c) Capital (d) Personal
2. Amount received by 'Not for profit' organisation as per the will of the deceased person is called_____.
(a) Entrance Fee (b) Subscription (c) Legacy (d) Interest
3. Under _____ method of depreciation rate of depreciation, not the amount remains same.
(a) Straight line (b) Reducing balance (c) Average (d) Super Profit
4. Goodwill is _____ asset
(a) Wasting (b) Tangible (c) Fixed (d) Current
5. Co-venturers open _____ account with the bank.
(a) Recurring (b) Fixed Deposit (c) Loan (d) Joint

(E) State whether True or False with reasons:- 5

1. A bill due for payment on Monday, 26th January will have to be honoured on 25th January.
2. Life membership fee is one time payment by the member.

(F) From the following details prepare the format of Bill of Exchange:- 5

Drawer	: Abhinav Associates, AA Road, Agra
Drawee	: Mr. Bhushan Bindra, BB Road, Bhopal
Payee	: Mr. Chintamani Chande, CC Road, Chanda
Date of bill	: 24 th December 2008
Date of acceptance	: 26 th December 2008
Duration	: 3 months
Amount	: Rs.8,600

2. Books of Akshay & Co. showed balance of Rs.54,000 on 1st April 2005 in Furniture Account. The original cost of Furniture was Rs.60,000 on 1st April 2004.

Additions costing Rs.20,000 were made on 1st January 2007. On 1st October 2007 part of Furniture costing Rs.10,000 on 1st April 2004 was sold for Rs.4,500.

Books were closed on 31st March each year and depreciation was provided at 10% p.a. on the original cost.

Prepare Furniture Account and Depreciation Account for the years 2005-06, 2006-07 and 2007-08.

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2. (A) Calculate goodwill at 4 years' purchase of super profit from the following details:-
1. Assets Rs.6,00,000, Liabilities Rs.2,00,000
 2. Normal Rate of Return – 20% of capital employed
 3. Profit earned in last 3 years was Rs.1,90,000, Rs.1,60,000 and Rs.2,50,000

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2. (B) Write a short note on CPU of computer.

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3. Mihir sold goods to Shishir for Rs.6,000 and drew a bill on him payable after 3 months. Shishir accepted it. Mihir endorsed it to Sameer. Before maturity Shishir requested Mihir for its renewal. Mihir agreed on the condition that Rs.2,000 be paid immediately and for the balance including interest Rs.120 Shishir should accept a new bill payable after 3 months. These arrangements were carried through and on the same day Mihir settled Sameer's account by paying cash.

Before maturity of the second bill Shishir became insolvent and subsequently 50% of the amount due was recovered from him.

Journalise these transactions in the books of Mihir.

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OR

3. Journalise the following transactions in the journal of Julia:-

1. Sania's acceptance of Rs.5,000 which was sent to bank for collection was dishonoured. Noting charges paid were Rs.100.
2. Maria renewed her acceptance to Julia for Rs.2,500 by paying cash Rs.500 along with interest on the remaining amount at 10% p.a. for 3 months and accepting a new bill for the amount due.
3. Zania retired her acceptance of Rs.3,000 to Julia by issuing a bank draft of Rs.2,850.
4. Bank informed Julia about the dishonour of Kalia's acceptance of Rs.7,000 to Julia which was discounted. Noting charges were Rs.75.

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4. Ratan and Anil entered in to joint venture to supply DTH connections to different housing societies in Mulund through their agent Khan and share profits and losses in the ratio 2:1.

Ratan supplied 200 set top boxes at Rs.1,000 each and incurred expenses of Rs.25,000.

Anil supplied 100 set top boxes at Rs.900 each and incurred expenses of Rs.15,000.

Khan accepted a bill of Rs.1,00,000 drawn by Ratan. Ratan discounted it for Rs.98,000 and discount was charged to joint venture.

Khan sold 300 set top boxes at Rs.2,000 each and spent Rs.16,000 for expenses. He was entitled to commission at 5%.

Khan remitted Rs.3,00,000 to Ratan by a bank draft and balance to Anil by cheque. Co-venturers settled their accounts.

Prepare Joint Venture Account and Khan's Account in the books of Ratan and Ratan's Account in the books of Anil.

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5. Mukti and Yukti did not maintain proper books of accounts. But they could give the following information from their records:-

Particulars	As on 1.4.2007	As on 31.3.2008
	Rs.	Rs.
Machinery	70,000	?
Furniture	60,000	?
Debtors	54,000	72,000
Creditors	36,000	40,000
Outstanding Expenses	4,300	5,100
Cash in hand	6,000	6,800
Cash at bank	25,300	39,500

Additional Information:-

Capital as on 1st April 2007 were equal.

As on 31.3.2008 out of debtors Rs.2,000 were to be written off as bad and R.D.D. was to be maintained at 5%. Machinery was to be depreciated at 20% p.a. and Furniture at 10% p.a. Drawings during the year were Mukti Rs.8,000 and Yukti Rs.6,000. Interest on drawings was to be charged at 10% p.a. During the year Mukti introduced additional capital of Rs.10,000.

You are required to prepare:-

1. Statement of Affairs as on 1st April 2007
2. Statement of Affairs as on 31st March 2008
3. Statement of Profit/Loss for the year ended on 31st March 2008

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6. Following is the Receipt and Payment Account of Veeru Gymkhana for the year ended on 31.3.2008:-

Receipts	Rs.	Payments	Rs.
To Balance b/d:		By Balance b/d:	
Cash	7,200	Bank	15,300
To Subscription:		By Sports Material	9,800
2006-07	4,000	By Sports Equipment	15,000
2007-08	78,000	(on 1.4.2007)	
2008-09	1,000	By Salary	26,000
To Tournament Collections	28,000	By Electricity	14,000
To Interest on investments	2,000	By Telephone Expenses	6,300
To Entrance Fees	10,000	By Municipal Taxes:	
To Rent of Playground	32,000	2006-07	1,500
To Grant in aid	5,000	2007-08	4,500
		By Tournament Expenses	20,000
		By General Expenses	3,900
		By Balance c/d:	
		Cash	4,800
		Bank	46,100
	1,67,200		1,67,200

Additional Information:-

1. Subscription Receivable as on 31.3.2008 was Rs.12,000.
2. Stock of sports material as on 31.3.2008 was Rs.1,600.
3. Outstanding salary as on 31.3.2008 was Rs.4,000.
4. Entrance Fees were to be capitalised. Grant was received for revenue expenses.
5. Depreciate Playground at 5% , Sports Equipments at 20% and Furniture at 10% p.a.
6. Balances as on 1.4.2007 were:-

Playground Rs.80,000, Sports Equipment Rs.25,000, Furniture Rs.10,000,
Investments Rs.20,000, Stock of sports material Rs.1,300.

You are required to prepare Income & Expenditure Account for the year ended on 31st March 2008 and Balance Sheet as on that date. **16**

7. Following is the trial balance of Salim and Salil who shared profits and losses equally:-

Trial Balance as on 31st March 2008

Particulars	Debit (Rs.)	Particulars	Credit (Rs.)
Returns Inward	2,000	Capital: Salim	37,000
Purchases	2,60,000	Salil	34,000
Furniture	43,000	Returns Outward	1,000
Debtors	52,000	Sales	4,25,000
Bills Receivable	8,000	Creditors	29,000
Cash and Bank	96,900	R.D.D.	2,600
Wages	14,000	Bills Payable	11,000
Rent	9,600		
Drawings: Salim	15,000		
Salil	12,000		
Opening Stock	16,000		
Bad Debts	1,100		
Discount	600		
Printing and Stationery	3,400		
Advertisement	6,000		
(for 3 years from 1.10.07)			
Total	5,39,600	Total	5,39,600

Adjustments:-

1. Stock on 31.3.2008:- Cost Rs.18,000, Market Value Rs.28,000.
2. Depreciate Furniture at 10% p.a.
3. Write off Rs.2,000 as bad debts, maintain R.D.D. at 10% and reserve for discount on debtors at 1%.
4. Repairs of Rs.3,000 were wrongly debited to Furniture Account.
5. Goods worth Rs.4,000 were destroyed by fire and insurance company has admitted Claim of Rs.2,500.

You are required to prepare Trading and Profit & Loss Account for the year ended on 31st March 2008 and Balance Sheet as on that date. **20**
