



ACCOUNTANCY
Class – XI

Time allowed: 3 hours

Maximum Marks: 90

General Instructions:

1. This question paper contains Two parts A & B.
 2. Both the parts are compulsory for all.
 3. All parts of questions should be attempted at one place.
 4. Marks are given at the end of each question.
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Part – A (Financial Accounting – I)

1. Is Accounting a Science or an Art? (1)
2. What is meant by a Cash Memo? (1)
3. Why are the rules of Debit and Credit same for Liability and Capital? (1)
4. What do you mean by Posting? (1)
5. Write any three objectives of Book-keeping. (3)
6. Rectify the following errors by passing entries:
 - (i) Rs.2,000 received from Ramesh wrongly entered as from Suresh.
 - (ii) The Purchase Book was under cast by Rs.300.
 - (iii) Total of Sales return was under cast by Rs.500 (3)
7. Distinguish between Cash Discount and Trade Discount? (3)
8. Explain Revenue Recognition and Verifiable objective concept of accounting. (3)
9. Explain the purpose of creating provisions. (4)
10. Prepare Trial Balance from the following information:
Bank overdraft Rs.28,000, Cash in hand Rs.4,000, Purchase return Rs.8,000, Sundry expenses Rs.24,000, Sales return Rs.16,000, Salaries Rs.16,000, Purchases Rs.56,000, Sales Rs.88,000,

Creditors Rs.24,000, Debtors Rs.16,000, Stock (opening) Rs.20,000, Machinery Rs.40,000,
Capital Rs.44,000. (4)

11. Basu accepted a bill drawn by Nandu amounted to Rs.4,000 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 Journal entries in the books of Nandu only. (4)

12. Prepare Single Column Cash Book of Vinod from the following transactions:

- Aug. 1 Business started with cash Rs.10,000
- Aug. 2 Purchased goods for cash Rs.6,000
- Aug. 5 Purchased furniture for office use Rs.1,000.
- Aug. 7 Goods sold for cash Rs.4,000.
- Aug. 9 Goods purchased from Ram on credit Rs.4,000.
- Aug. 10 Commission received Rs.500.
- Aug. 15 Paid to Ram Rs.2,000.
- Aug. 18 Goods sold to Hari on credit Rs.5,000.
- Aug. 24 Received from Hari Rs.4,000.
- Aug. 28 Stationery purchased Rs.300.
- Aug. 31 Rent paid Rs.700 and withdrew for personal use Rs.2,800. (4)

13. Vinod has the following transactions. Show accounting equation for the same:

- (i) Commenced business with Cash Rs.50,000; Stock Rs.30,000 and Machinery Rs.20,000.
- (ii) Goods purchased on credit Rs.10,000
- (iii) Rent Received Rs.5,000.
- (iv) Sold goods costing Rs.9,000 for Cash Rs.12,000. (4)

14. Prepare a Bank Reconciliation Statement on 31 December 2009 for the following when overdraft as per pass book is Rs.20,000:

- (1) Cheques issued, but not presented for payment Rs.25,000.
- (2) Interest on bank overdraft charged by the bank, but not entered in cash book Rs.1,000.
- (3) Cheque deposited but not collected Rs.22,000.
- (4) Insurance premium Rs.500 paid by bank under standing order but not recorded in cash book. (6)

15. Vinod Ltd., purchased a Machine on 1st January, 2007 for Rs.19,400 and spent Rs.600 on its installation. On 1st July, in the same year additional machinery costing Rs.10,000 was acquired. On 1st July, 2009 the machinery purchased on January 1, 2007 having become useless was auctioned for Rs.8,000 and on the same date new machine was purchased at a cost of Rs.15,000. Depreciation is provided annually on 31st December @ 10% per annum on Original Cost of assets. Prepare Machinery Account from 2007 to 2010. (8)



Part – B (Financial Accounting – II)

16. The amount paid to obtain license to carry out business is a Capital Expenditure or Revenue Expenditure? (1)
17. What is meant by hardware component of a computer? (1)
18. Opening capital Rs.1,40,000, profit for the year Rs.40,000, drawings Rs.14,000. During the year proprietor sold ornaments of his wife for Rs.40,000 and invested the same in the business. Calculate closing capital. (3)
19. From the following information, calculate the amount of subscriptions outstanding for the year 2008-2009:
A club has 250 members and each paying an annual subscription of Rs.1,000. The Receipts and Payments account for the year showed a sum of Rs.2,65,000 received as subscriptions. The following additional information is provided:
Subscription outstanding on 31st March, 2008 Rs.40,000
Subscription received in advance on 31st March, 2009 Rs.30,000
Subscriptions received in advance on 31st March, 2008 Rs.12,000 (3)

20. Vinod maintains his account on Single Entry System. Calculate his profit on 31st March, 2013 from the following information:

Particulars	1 April 2012	31 March 2013
Cash in hand	3,000	1,000
Bank Balance	9,000	7,000
Furniture	4,000	4,000
Stock	2,000	6,000
Creditors	8,000	6,000
Debtors	6,000	8,000

During the year his drawings were Rs.2,000 and additional capital invested Rs.4,000. (6)

21. Calculate value of Opening Stock from the following information:
Cash sales Rs.80,000; credit sales Rs.3,30,000; sales return Rs.10,000; Purchases Rs.2,48,000; Purchase return Rs.8,000; carriage inwards Rs.16,000; closing stock Rs.72,000; Rate of gross profit is 40% on sales. (6)
22. Explain the Tailor-made software. (6)

23. From the following particulars, prepare Income and Expenditure Account on 31-12-2006:

Receipts	Amount	Payments	Amount
To Balance b/d	1,90,000	By Salaries	3,30,000
To Subscription	6,60,000	By Sports Equipment	4,00,000
To Interest on investments @8% p.a. for full year	40,000	By Balance c/d	1,60,000
	8,90,000		8,90,000

Additional Information:



- (i) The club had received Rs.20,000 for subscriptions in 2005 for 2006.
 (ii) Salaries had been paid only for 11 months.
 (iii) Stock of sport equipment on 31st December, 2005 was Rs.3,00,000 and on 31st December, 2006 Rs.6,50,000. (6)

24. From the following Trial Balance of M/s.Vinod and Sons as on 31st March 2010, prepare Trading and Profit & Loss Account and Balance Sheet.

Particulars	Amount	Particulars	Amount
Cash at Bank	6,000	Capital	50,000
Cash in hand	900	Sales	1,77,000
Advertisement	2,000	Creditors	25,000
Rent, Rates and Taxes	10,000	Rent Received	525
Carriage on sales	1,200	Purchase Returns	750
Carriage on purchase	750		
Manufacturing wages	10,000		
Salaries	6,000		
Sundry debtors	45,000		
Bank charges	75		
Discount	350		
Opening stock	30,000		
Returns	1,000		
Purchases	60,000		
Plant and machinery	60,000		
Loan to Ram	20,000		

Adjustments:

- (i) Stock in hand at the end.35,000.
 (ii) Charge 20% of the advertisement this year.
 (iii) Charge interest on loan given to Ram @ 9% p.a.
 (iv) Create 5% provision for bad and doubtful debts. (8)