



# INDIAN SCHOOL MUSCAT FINAL TERM EXAMINATION

**B**

## ACCOUNTANCY

**CLASS: XI**

**Sub. Code: 055**

**Time Allotted:**

**3 Hrs.**

**10.02.2019**

**Max. Marks: 90**

### EXPECTED VALUE POINTS AND SCHEME OF EVALUATION

Q.N O.	Answers	Marks (with split up)																												
1	Business Entity Concept	1																												
2	Liabilities- The amount owed or payable by the business.	1																												
3	(a) Income      (b) Drawings	1																												
4	Basis of difference between Cash Basis of Accounting and Accrual Basis of Accounting. Recording of Transaction, Profit or Loss, Technical Knowledge, Legal Position, Acceptability, Reliability, Suitability, Prepaid/ Outstanding Expenses/ Accrued Income/ Income Received in Advance. (An one)	1																												
5	Fall in the value of an asset because of usage or with efflux of time or obsolescence?	1																												
6	Retiring a Bill under Rebate means that the drawee pays the Bill before its due date to avail some deduction in the bill amount.	1																												
7	<div>Trading Account for the year ended March 31, 2017</div> <table><tr><td>Dr.</td><td></td><td></td><td>Cr.</td></tr><tr><td>Particulars</td><td></td><td>Particulars</td><td></td></tr><tr><td>To Purchases (Adjusted)</td><td>5,50,000</td><td>By Sales</td><td>6,25,000</td></tr><tr><td>To Freight and Carriage Inwards</td><td>3,000</td><td></td><td></td></tr><tr><td>To Wages</td><td>7,000</td><td></td><td></td></tr><tr><td>To Gross Profit (bal fig)</td><td>65,000</td><td></td><td></td></tr><tr><td></td><td><b>6,25,000</b></td><td></td><td><b>6,25,000</b></td></tr></table>	Dr.			Cr.	Particulars		Particulars		To Purchases (Adjusted)	5,50,000	By Sales	6,25,000	To Freight and Carriage Inwards	3,000			To Wages	7,000			To Gross Profit (bal fig)	65,000				<b>6,25,000</b>		<b>6,25,000</b>	3
Dr.			Cr.																											
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	<b>6,25,000</b>		<b>6,25,000</b>																											
8	Capabilities of a Computer System in comparison to human beings are: Speed, Accuracy, Reliability, Versatility, Storage and Retrieval (Explain any three)	3																												
9	Disadvantages of Computerized Accounting (i) Controls (ii) Data Corruption (iii) Trained Computer Operators (iv) Limitations of Software (Discuss any three)	3																												
10	Differences between Book Keeping and Accounting. <table><tr><td></td><td>Basis</td><td>Book Keeping</td><td>Accounting</td></tr><tr><td>1</td><td>Scope</td><td>Concerned with identifying financial transactions, measuring them in money terms, recording them in the books of</td><td>Concerned with summarizing the recorded transactions, interpreting them and communicating the results.</td></tr></table>		Basis	Book Keeping	Accounting	1	Scope	Concerned with identifying financial transactions, measuring them in money terms, recording them in the books of	Concerned with summarizing the recorded transactions, interpreting them and communicating the results.	3																				
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1	Scope	Concerned with identifying financial transactions, measuring them in money terms, recording them in the books of	Concerned with summarizing the recorded transactions, interpreting them and communicating the results.																											

			accounts and classifying them										
	2	Stage	Primary stage. It is basis of accounting		Secondary stage. It begins where Book Keeping ends								
	3	Objective	Maintain systematic records of financial statements		Ascertain net results of operations and financial position and to communicate information to the interested parties.								
	4	Nature of Job	It is routine in nature		It is analytical and dynamic in nature								
11	Petty Cash Book											3	
	Receipt		Date	Particulars	Payments	Postage	Wages	Conveyance	Cartage	Stationery	Misc	In CGST	In SGST
	10,000		Jan1	To Cash A/c									
			1	By Cartage	250				250				
			2	By Wages	700		700						
			2	By Bus Fare	100			100					
			3	By Postage	300	300							
			4	By Refreshments	400						400		
			6	By Courier	150	150							
			10	By Cartage	400				400				
			15	By Taxi fare	800			800					
			18	By Stationery	700					700			
				By In CGST	42							42	
				By In SGST	42								42
			22	By Wages	300		300						
			27	By Postage	1,000	1,000							
			29	By Entertainment	800						800		
			30	By Laundry Exp	600						600		
				Total Payments	6,584	1,450	1,000	900	650	700	1,800	42	42
			31	By Bal c/d	3,416								
	<u>10,000</u>				<u>10,000</u>								
	3,416		Feb1	To Bal b/d									
	6,584		1	To Cash A/c									
12	(a) Full Disclosure – All significant information relating to the economic affairs of the entity should be reported in the financial statements in an understandable manner. (b) Consistency – Accounting practices once selected and adopted should be consistently applied year after year. (c) Conservatism – Anticipated losses should be accounted while anticipated incomes should not be accounted.											3	
13		Transactions	Cash+	Bank+	Building+	Stock+	Debtors+	Accrued Interest=	Loan from SBI	Creditors	Comm. Received in advance	Capital	
	i	Started business, opened A/c	1,00,000	4,00,000	-	-	-	-	-	-	-	5,00,000	
	ii	Building	-	(2,00,000)	12,00,000	-	-	-	10,00,000	-	-	-	
		N.E	1,00,000	2,00,000	12,00,000	-	-	-	10,00,000	-	-	5,00,000	
	iii		-	(1,20,000)	-	-	-	-	(1,00,000)	-	-	(20,000)	
		N.E	1,00,000	80,000	12,00,000	-	-	-	9,00,000	-	-	4,80,000	
	iv		-	-	-	1,00,000	-	-	-	1,00,000	-	-	
		N.E	1,00,000	80,000	12,00,000	1,00,000	-	-	9,00,000	1,00,000	-	4,80,000	
	v		-	-	-	(20,000)	-	-	-	(20,000)	-	-	
		N.E	1,00,000	80,000	12,00,000	80,000	-	-	9,00,000	80,000	-	4,80,000	
	vi		-	-	-	(40,000)	50,000	-	-	-	-	10,000	
		N.E	1,00,000	80,000	12,00,000	40,000	50,000	-	9,00,000	80,000	-	4,90,000	
	vii		-	-	-	-	-	5,000	-	-	-	5,000	
		N.E	1,00,000	80,000	12,00,000	40,000	50,000	5,000	9,00,000	80,000	-	4,95,000	
	viii		20,000	-	-	-	-	-	-	-	20,000	-	
		Final Equation	1,20,000	80,000	12,00,000	40,000	50,000	5,000=	9,00,000	80,000	20,000	4,95,000	
14	In the Books of _____ Dr. Two Column Cash Book Cr.											4	

	<table><tr><td>Date</td><td>Receipts</td><td></td><td></td><td>Cash</td><td>Bank</td><td></td><td>Payments</td><td></td><td></td><td>Cash</td><td>Bank</td></tr><tr><td>2018</td><td></td><td></td><td></td><td></td><td></td><td>2018</td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>Jan1</td><td>To Bal. b/d</td><td></td><td></td><td>2,300</td><td>-</td><td>Jan1</td><td>By Bal b/d</td><td></td><td></td><td>-</td><td>12,000</td></tr><tr><td>6</td><td>To Sales A/c</td><td></td><td></td><td>-</td><td>27,000</td><td>5</td><td>By Purchase A/c</td><td></td><td></td><td>-</td><td>34,000</td></tr><tr><td></td><td>To Output IGST</td><td></td><td></td><td>-</td><td>3,240</td><td></td><td>By Input IGST</td><td></td><td></td><td>-</td><td>4,080</td></tr><tr><td>20</td><td>To Bank</td><td>c</td><td></td><td>3,400</td><td>-</td><td>20</td><td>By Cash</td><td>c</td><td></td><td>-</td><td>3,400</td></tr><tr><td>31</td><td>To Cash A/c</td><td>c</td><td></td><td>-</td><td>5,000</td><td>23</td><td>By Drawings A/c</td><td></td><td></td><td>-</td><td>75</td></tr><tr><td>31</td><td>To Bal c/d</td><td></td><td></td><td>-</td><td>18,335</td><td>27</td><td>By Bank Charges</td><td></td><td></td><td>-</td><td>20</td></tr><tr><td></td><td></td><td></td><td></td><td></td><td></td><td>31</td><td>By Bank A/c</td><td>c</td><td></td><td>5,000</td><td>-</td></tr><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td>By Bal c/d</td><td></td><td></td><td>700</td><td>-</td></tr><tr><td></td><td></td><td></td><td></td><td><b>5,700</b></td><td><b>53,575</b></td><td></td><td></td><td></td><td></td><td><b>5,700</b></td><td><b>53,575</b></td></tr><tr><td>Feb1</td><td>To Bal b/d</td><td></td><td></td><td>700</td><td></td><td>Feb1</td><td>By Bal b/d</td><td></td><td></td><td>-</td><td>18,335</td></tr></table>	Date	Receipts			Cash	Bank		Payments			Cash	Bank	2018						2018						Jan1	To Bal. b/d			2,300	-	Jan1	By Bal b/d			-	12,000	6	To Sales A/c			-	27,000	5	By Purchase A/c			-	34,000		To Output IGST			-	3,240		By Input IGST			-	4,080	20	To Bank	c		3,400	-	20	By Cash	c		-	3,400	31	To Cash A/c	c		-	5,000	23	By Drawings A/c			-	75	31	To Bal c/d			-	18,335	27	By Bank Charges			-	20							31	By Bank A/c	c		5,000	-								By Bal c/d			700	-					<b>5,700</b>	<b>53,575</b>					<b>5,700</b>	<b>53,575</b>	Feb1	To Bal b/d			700		Feb1	By Bal b/d			-	18,335		
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16	Components of Accounting Information System. (i) People, (ii) Procedure, (iii) Data, (iv) Technology, (v) Control (Explain any four)										4																																																																																																																																								
17	Objectives of Accounting. (i) Maintaining Accounting Records. (ii) Determining Profit or Loss. (iii)Determining Financial Position. (iv) Facilitating Management. (v) Providing Accounting Information to Users (vi) Protecting Business Assets (Any four)										4																																																																																																																																								
18	<b>Bank Reconciliation Statement</b> <b>As on June 30, 2016</b> <table><tr><td></td><td>Particulars</td><td>Plus Item(`)</td><td>Minus Item(`)</td></tr><tr><td></td><td>Favourable balance as per Pass Book</td><td>9,214</td><td></td></tr><tr><td>(a)</td><td>Bank credited in error</td><td></td><td>1,650</td></tr><tr><td>(b)</td><td>Cheques issued but not cleared</td><td></td><td>4,500</td></tr><tr><td>(c)</td><td>Hire purchase payment made by bank</td><td>950</td><td></td></tr><tr><td>(d)</td><td>Cheques credited by bank but recoreded in the cash comumn</td><td></td><td>600</td></tr><tr><td>(e)</td><td>Cheques deposited but not cleared</td><td>2,500</td><td></td></tr><tr><td></td><td>Balance as per Cash Book</td><td></td><td>5,914</td></tr><tr><td></td><td></td><td><b>12,664</b></td><td><b>12,664</b></td></tr></table>											Particulars	Plus Item(`)	Minus Item(`)		Favourable balance as per Pass Book	9,214		(a)	Bank credited in error		1,650	(b)	Cheques issued but not cleared		4,500	(c)	Hire purchase payment made by bank	950		(d)	Cheques credited by bank but recoreded in the cash comumn		600	(e)	Cheques deposited but not cleared	2,500			Balance as per Cash Book		5,914			<b>12,664</b>	<b>12,664</b>	6																																																																																																				
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19	<b>Dr. Machinery Account</b> <table><tr><td>Date</td><td>Particulars</td><td></td><td>Date</td><td>Particulars</td><td></td></tr></table> <b>Cr.</b>										Date	Particulars		Date	Particulars		6																																																																																																																																		
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	2015 Apr1	To Balance b/d	5,00,000	2015 Oct1	By Machinery Disposal A/c	1,00,000	
				2016 Mar31	By Balance c/d	4,00,000	
			<b>5,00,000</b>			<b>5,00,000</b>	
	Dr. Provision for Depreciation Account Cr.						
	Date	Particulars		Date	Particulars		
	2015 Oct1	To Machinery Disposal A/c	42,400	2015 Apr1	By Balance b/d	1,16,000	
				Oct1	By Depreciation A/c	6,400	
	2016 Mar31	By Balance c/d	1,44,000	2016 Mar31	By Depreciation A/c	64,000	
			<b>1,86,400</b>			<b>1,86,400</b>	
	Dr. Machine Disposal Account Cr.						
20	Date	Particulars		Date	Particulars		
	2015 Oct1	To Machinery A/c	1,00,000	2015 Oct1	By Provision for Depreciation	42,400	
	Oct1	To Statement of Profit & Loss	2,400	Oct1	By Bank A/c	60,000	
			<b>1,02,400</b>			<b>1,02,400</b>	
	Journal						
	Date	Particulars	L.F	Dr. Amount	Cr. Amount		
	(a)	Suspense A/c Dr. To Sales Return A/c		800	800		
	(b)	Sahu Dr. To Suspense A/c		2,000	2,000		
	(c)	Purchases A/c Dr. To Narula		4,000	4,000		
	(d)	Machinery A/c Dr. To Sundry Expenses A/c To Suspense A/c		500	50 450		
	(e)	Drawings A/c Dr. To Rent A/c To Suspense A/c		1,400	1,000 400		
21	(Give necessary narration)						
	Dr. Suspense Account Cr.						
	Particulars		Particulars				
	To Difference as per Trial Balance (bal fig)	2,050	By Sahu		2,000		
	To Sales Return A/c	800	By Machinery A/c		450		
			By Drawings A/c		400		
		<b>2,850</b>			<b>2,850</b>		
	Statement of Affairs As at 31 <sup>st</sup> March, 2014						
	Liabilities		Assets				
	Creditors	3,00,000	Sundry Assets		60,00,000		
	Capital (bal. fig)	57,00,000					
		<b>60,00,000</b>			<b>60,00,000</b>		
21	6						

	Statement of Profit or Loss for the year ended 31 <sup>st</sup> March, 2014					
					`	
	Closing Capital				57,00,000	
	Add : Drawings : ` 10,000 per month for 3 months				30,000	
	` 15,000 per month for 9 months				1,35,000	1,65,000
						58,65,000
	Less : Additional Capital introduced during the year:					
	Sale of personal investments : 80,000 * 95/100					76,000
	Adjusted capital during the year					57,89,000
	Less: Opening Capital					50,00,000
						<b>7,89,000</b>
22	Journal of X					6
	Date	Particulars	L.F	Dr. Amount	Cr. Amount	
	2018 Jan 1	Y To Sales A/c (Goods sold on credit)	Dr	56,000	56,000	
	Jan15	Bank A/c B/R A/c (No.1) B/R A/c (No.2) To Y (Cash and acceptances received)	Dr Dr Dr	6,000 25,000 25,000	56,000	
	Feb18	Bank A/c To B/R A/c (No.1) (The amount of first bill received on due date)	Dr	25,000	25,000	
	Mar18	Y To B/R A/c (No.2)	Dr	25,000	25,000	
	Mar18	Cash A/c To Interest A/c (Interest received at 15% p.a. for 2 months i.e. ` 25,000 * 15/100 * 2/12 = ` 625)	Dr	625	625	
	Mar18	B/R A/c To Y (New acceptance received)	Dr	25,000	25,000	
	May21	Bank A/c To B/R A/c (The amount of bill received on due date)	Dr	25,000	25,000	
23	(a) Trading and Profit and Loss Account of Sanjit Dr. for the year ended 31 <sup>st</sup> March, 2018					8+8
	Cr.					
	Particulars		`	Particulars		`
	To Opening Stock		11,520	By Sales	1,97,560	
				Less Returns	(1,360)	1,96,200
	To Purchase	81,350		By Closing Stock		13,600
	Less: Returns	(1,000)	80,350			
	To Wages	20,960				
	Less: Cycle Shed	(4,000)	16,960			
	To Fuel and Power		9,460			
	To Carriage on Purchase		4,080			
	To Gross Profit c/d		87,430			
			<b>2,09,800</b>			<b>2,09,800</b>
	To Carriage on Sales		6,400	By Gross Profit b/d		87,430

To Salaries	30,000				
Add : Outstandings	3,000	33,000			
To General Expenses		6,000			
To Insurance	1,200				
Less : Prepaid	(170)	1,030			
To Depreciation on Machinery @ 10%	4,000				
Patents @ 20%	3,000	7,000			
To Provision for Doubtful Debts		1,450			
To Net Profit transferred to Capital Account		32,550			
		<b>87,430</b>			<b>87,430</b>

(b) Balance Sheet of Sanjit as at 31<sup>st</sup> March, 2018

Assets		( ` )	Assets		( ` )
Capital	1,42,000		Building	60,000	64,000
(+) Net Profit	32,550		(+) Cycle Shed	4,000	
	1,74,550				
(-) Drawings	10,490	1,64,060			
Creditors		12,600	Freehold Land		20,000
O/S Salaries		3,000	Machinery	40,000	
			-Depreciation	(4,000)	36,000
			Patents	15,000	
			(-) Dep.	(3,000)	12,000
			Debtors	29,000	
			(-) Provisions	(1,450)	27,550
			Prepaid Insurance		170
			Closing Stock		13,600
			Cash		1,080
			Bank		5,260
		<b>1,79,660</b>			<b>1,79,660</b>