## INDIAN SCHOOL MUSCAT

CLASS: 11

## HALF YEARLY EXAMINATION

ACCOUNTANCY (055)
SET - A


|  | b) At the point of sale or performance of service. <br> c) After the expiry of credit period allowed to debtors. <br> d) After the money collected from the customers. <br> Ans: b |  |
| :---: | :---: | :---: |
| 11 | State the accounting concept/ convention involved when purchase of pen is treated as expense. Ans: Materiality concept. | 1 |
| 12 | State one difference between Cash bases and Accrual bases of accounting on the basis of Legal position. | 1 |
| 13 | Cash Memo is a source voucher for $\qquad$ purchaser of goods. Ans. Cash | 1 |
| 14 | Accrual Bases of accounting recognizes <br> a) Outstanding and Prepaid expenses <br> b) accrued incomes and Income received in advance <br> c) Both (a) and (b) <br> d) None of the above <br> Ans: c | 1 |
| 15 | What is an Invoice? <br> Ans. Invoice is source document prepared by the seller of goods on credit. | 1 |
| 16 | Mohan's bank reconciliation statement shows cheques deposited but not credited by bank of ₹.3,800 and cheques issued but not presented by suppliers of ₹.3,500. His bank balance as per Cash Book is $₹ .25,000$. Balance as per pass book statement is <br> a) ₹. 25,000 <br> b) ₹. 24,700 <br> c) ₹. 25,300 <br> d) ₹. 32,300 <br> Ans: b | 1 |
| 17 | Define a cheque. <br> Ans: It is written document drawn upon a specified banker and payable on demand. | 1 |
| 18 | The term amortization is used to write off $\qquad$ <br> a) Fixed Assets <br> b) Intangible Assets <br> c) Tangible Assets <br> d) Wasting Assets <br> Ans: b | 1 |
| 19 | State two errors committed in Cash Book which are considered while preparing Bank Reconciliation Statement. <br> Ans: a) Overcasting or undercasting of bank column of the Cash Book. <br> b) Wrong amount recorded in bank column of Cash Book. | 1 |
| 20 | The loss on sale of an asset is debited to $\qquad$ Ans: Profit \& loss a/c | 1 |
| 21 | Explain the three Fundamental accounting assumptions or concepts. Ans: <br> a) Going concern assumptions <br> b) Consistency assumption | 3 |

c) Accrual assumption

## OR

Explain any three Accounting principles.
Ans:
a) Accounting Entity or Business Entity Principle
b) Money Measurement Principle
c) Accounting Period Principle

From the following particulars, prepare a Petty Cash Book for the month of January 2018 :
2018
Jan 1 Drew for petty cash ₹.5,000
Jan 3 Paid for postage ₹. 300
Jan 5 Paid for telephone bill ₹. 400 plus CGST and SGST @ 6\% each.
Jan 8 Paid for cartage ₹. 140
Jan 9 Paid for postage ₹. 200
Jan 12 Paid for sundries ₹. 100
Jan 27 Paid for stationery ₹. 300 plus IGST @ $12 \%$ each
Petty Cash Book

| Rec | $\begin{aligned} & \text { Dat } \\ & \text { e } \end{aligned}$ | In | Particul ars | Payme nt | Posta ge | Tele $\mathrm{p}$ | Carta <br> ge | sta $\mathrm{ti}$ | Misc <br> e | $\begin{aligned} & \text { CGS } \\ & \text { T } \end{aligned}$ | $\begin{aligned} & \text { SGS } \\ & \text { T } \end{aligned}$ | $\begin{aligned} & \text { IGS } \\ & \text { T } \end{aligned}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{aligned} & 201 \\ & 8 \end{aligned}$ |  |  |  |  |  |  |  |  |  |  |  |
| $\begin{aligned} & 5,00 \\ & 0 \end{aligned}$ | Jan <br> 1 |  | To cash |  |  |  |  |  |  |  |  |  |
|  | $\begin{aligned} & \text { Jan } \\ & 3 \end{aligned}$ |  | By postage | 300 | 300 |  |  |  |  |  |  |  |
|  | Jan |  | By Tele | 400 |  | 400 |  |  |  |  |  |  |
|  |  |  | $\begin{aligned} & \text { By In } \\ & \text { CGST } \end{aligned}$ | 24 |  |  |  |  |  | 24 |  |  |
|  |  |  | $\begin{aligned} & \text { By In } \\ & \text { SGST } \end{aligned}$ | 24 |  |  |  |  |  |  | 24 |  |
|  |  |  | By cartage | 140 |  |  | 140 |  |  |  |  |  |
|  |  |  | By postage | 200 | 200 |  |  |  |  |  |  |  |
|  |  |  | By sund | 100 |  |  |  |  | 100 |  |  |  |
|  |  |  | By Statione r | 300 |  |  |  | $\begin{aligned} & 30 \\ & 0 \end{aligned}$ |  |  |  |  |
|  |  |  | By In IGST | 36 |  |  |  |  |  |  |  | 36 |




2) A cheque of ₹. 24,000 received from his customer and deposited into his bank was dishonoured and debited by bank before $30^{\text {th }}$ September 2018, but no entry for dishonor was passed in Cash Book.
3) Bank had debited ₹. 5,600 as interest on overdraft up to $30^{\text {th }}$ September, 2018 but no entry was passed in Cash book.
4) Cheque issued amounting to ₹. 28,000 had not been presented for payment to the Bank upto $30^{\text {th }}$ September 2018.
5) Cheques amounting to ₹. 20,000 entered in the Receipts side of the Cash book and deposited into the Bank have not been credited by Bank upto $30^{\text {th }}$ September, 2018.
6) A cheque for ₹. 12,000 drawn by another customer of the Bank of similar nature had been debited to the account of Rohan in error.
Prepare an Amended Cash Book and Bank Reconciliation Statement as on $30^{\text {th }}$ September, 2018.
Ans:
Amended Cash Book as on $30^{\text {th }}$ September 2018

| Date | Particulars | Jf | Amt | Date | Particulars | JF | Amt |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
|  | To Undercast |  | 40,000 |  | By bal b/d |  | 60,000 |
|  | To bal c/d |  | 49,600 |  | By dishonour |  | 24,000 |
|  |  |  |  |  | By int on o/d |  | 5600 |
|  |  |  | 89,600 |  |  |  | 89,600 |

BRS as on $30^{\text {th }}$ sept 2018

| Particulars | Plus | Minus |
| :--- | :--- | :--- |
| Overdraft bal as per CB |  | 49,600 |
| Cheques issued but not presented | 28,000 |  |
| Cheques deposited but not credited |  | 20,000 |
| Wrong entry |  | 12,000 |
|  | 28,000 | 81,600 |
| Overdraft bal as per PB | 53,600 |  |
|  | 81,600 | 81,600 |

Following are the balances as on $1^{\text {st }}$ April 2015:
Machinery a/c ₹. 2,50,000
Provision for Depreciation ₹. 58,000
Depreciation is charged on machinery at $20 \%$ p.a. by Diminishing Balance Method. A piece of machinery purchased on $1^{\text {st }}$ April 2013 for ₹. 50,000 was sold on $1^{\text {st }}$ October 2015 for ₹. 30,000 . Prepare Machinery a/c, Machinery Disposal a/c and Provision for depreciation a/c for the year ended $31^{\text {st }}$ March 2016.
Ans: Machinery a/c ₹. 2,00,000
Provision for Depreciation a/c ₹. 72,000
Machinery a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $15-16$ |  |  |  | $15-16$ |  |  |  |
| Ap 1 | To Bal b/d |  | 250000 | Oct 1 | By Mach disposal a/c |  | 50000 |
|  |  |  |  | Mar 31 | By Bal c/d |  | 200000 |
|  |  |  | 250000 |  |  | 250000 |  |

Provision for Depreciation a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $15-16$ |  |  |  | $15-16$ |  |  |  |
| Oct 1 | To Mach disposal a/c |  | 21200 | Ap 1 | By bal b/d |  | 58000 |
| Mar <br> 31 | To Bal c/d |  | 72000 | Mar 31 | By dep a/c |  | 35200 |
|  |  |  | 93200 |  |  | 93200 |  |

Machinery Disposal a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $15-16$ |  |  |  | $15-16$ |  |  |  |
| Oct 1 | To Mach a/c |  | 50000 | Oct 1 | By prov of dep b/d | 21200 |  |
| Oct 1 | To P \& L a/c |  | 1200 | Oct 1 | By Bank a/c |  | 30000 |
|  |  |  | 51,200 |  |  |  | 51,200 |

## OR

Following balances appear in the books of Deepali, as on $1^{\text {st }}$ April 2018:
Machinery a/c ₹. 4,00,000
Provision for depreciation a/c ₹. 1,55,000
On $1^{\text {st }}$ July, 2018 machinery which was purchased on1st April 2015 for ₹. 60,000 was sold for ₹. 25,000 and on the same date machinery was purchased for ₹. 16,000. The firm charges depreciation $@ 15 \%$ p.a. on fixed instalment method and closes its books on $31^{\text {st }}$ March every year. Prepare Machinery $\mathrm{a} / \mathrm{c}$, Machinery disposal $\mathrm{a} / \mathrm{c}$ and provision for depreciation $\mathrm{a} / \mathrm{c}$ for the year 2018-2019.
Ans: Machinery a/c ₹. 3,56,000
Provision for depreciation a/c ₹. 1,80,800
Machinery a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $18-19$ |  |  |  | $18-19$ |  |  |  |
| Ap 1 | To Bal b/d |  | 400000 | July1 | By Mach disposal a/c |  | 60000 |
| July1 | To Cash a/c |  | 16000 | Mar 31 | By Bal c/d |  | 356000 |
|  |  |  | 416000 |  |  |  | 416000 |

Provision for Depreciation a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| $18-19$ |  |  |  | $18-19$ |  |  |  |
| July1 | To Mach disposal a/c |  | 29250 | Ap 1 | By bal b/d |  | 155000 |
| Mar <br> 31 | To Bal c/d |  | 180800 | Mar 31 | By dep a/c |  | 55050 |
|  |  |  | 210050 |  |  | 210050 |  |

Machinery Disposal a/c

| Date | Particulars | LF | Amount | Date | Particulars | LF | Amount |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |
| 18-19 |  |  |  | $18-19$ |  |  |  |
| July1 | To Mach a/c |  | 60000 | July1 | By prov of dep b/d |  | 29250 |
|  |  |  |  | July1 | By Bank a/c |  | 25000 |
|  |  |  |  | July1 | To P \& L a/c | 5750 |  |
|  |  |  | 60000 |  |  | 60000 |  |

31. From the following transactions of the month of April, 2019, prepare the Proper Subsidiary books of Jindal \& Co. Delhi a saree dealer, post them into the ledger.
2019
April 1 Started Business with cash ₹.1,00,000
April 2 Deposited into bank ₹. 25,000
April 2 Purchased on credit from Goyal Mills, Surat 250 polyester sarees @ ₹. 600 each.
April 3 Purchased on credit from Bansal \& Co., 2 typewriters @ ₹.2,100 each.
April 5 Sold on credit to Goyal \& Co., 500 polyester sarees @ ₹. 750 each.
April 10 Sold for cash to Garg \& Co.,Punjab 200 Kota sarees @ ₹. 300 each.
April 12 Returned to Goyal mills, Surat 50 polyester sarees @ ₹. 600 each.
April 22 Goyal \& Co. became insolvent and paid only 80 paise in a rupee in full and final settlement.
April 24 Rent due to landlord, Ram ₹.600.
Ans:
Balances in Cash book(dr) ₹. 435000


|  | Add: Input IGST |  |  | 72000 <br> 8640 <br> 80640 | 72000 |  |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |

SALES RETURN BOOK

| Date | Particulars | Cr | LF | Details | sale | output CGST | Output SGST | Output IGST | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Ap 15 | M/s Mintu Less: TD 10\% <br> Add: 6\% CGST 6\% SGST |  |  | $\begin{aligned} & 2000 \\ & 200 \\ & 1800 \\ & 108 \\ & 108 \\ & 2016 \end{aligned}$ | 1800 | 108 | 108 |  | 2016 |
| Ap 25 | M/s Minal Ltd Less : 10 \% TD |  |  | $\begin{aligned} & \hline 20000 \\ & 2000 \\ & 18000 \\ & \hline \end{aligned}$ | 18000 |  |  |  | 18000 |
|  |  |  |  |  | 19800 | 108 | 108 |  | 20016 |

OR
Record the following transactions of Hemant Ltd, Delhi into Sales book and Purchase Return book. 2019
January 1 Purchased from M/s Linsu of Delhi
50 Registers @ ₹. 300 less 10\% trade discount plus CGST and SGST @ 6\% each..
January 5 Sold to M/s Nahum of Amritsar
100 gross registers @ ₹. 50 per dozen. Less 10\% trade discount plus IGST @ 12\%.
January 10 Returned to M/s Linsu 5 Registers @ ₹. 300 list price.
January 7 Sold 20 dozen exercise books @ ₹. 60 each to M/s Mathur, Haryana @ $15 \%$ trade discount plus IGST @ 12\%.
January 10 Returned 12 Registers @ ₹. 300 list price to M/s Linsu.
January 15 Sold stationery for cash ₹. 1,000 .
January 20 Sold 5 Computer printer to M/s Leena @ ₹. 2,000 each.
January 22 Sold 50 A4 note books @ ₹. 50 each to M/s Liya, Maharashtra plus IGST @ $12 \%$.
January 25 Returned 25 Registers @ ₹. 100 each to M/s Pritty
Ans:
SALES BOOK

| Date | Particulars | Vn | LF | Details | Sale <br> Value | Output CGST | Output SGST | Output IGST | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| $\begin{aligned} & 2019 \\ & \text { Jan } 5 \end{aligned}$ | M/s Nahum <br> 1200 @ ₹. 50 <br> Less: TD 10\% <br> Add: Output IGST |  |  | $\begin{aligned} & 60000 \\ & 6000 \\ & 54000 \\ & 6480 \\ & 60480 \end{aligned}$ | 54000 |  |  | 6480 | 60480 |
| Jan 7 | M/s Mathur 240 @ ₹. 60 <br> Less: $15 \%$ TD |  |  | $\begin{aligned} & 14400 \\ & 2160 \\ & \hline \end{aligned}$ |  |  |  |  |  |


|  | Add: IGST 12\% |  |  | 12240 <br> 1469 <br> 13709 | 12240 |  |  |  |  |
| :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- | :--- |

PURCHASE RETURN BOOK

| Date | Particulars | dR | LF | Details | Cost | $\begin{aligned} & \text { Input } \\ & \text { CGST } \end{aligned}$ | $\begin{aligned} & \text { Input } \\ & \text { SGST } \end{aligned}$ | $\begin{aligned} & \text { Input } \\ & \text { IGST } \end{aligned}$ | Total |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| $\begin{aligned} & 2019 \\ & \text { Jan } 10 \end{aligned}$ | M/s Linsu <br> Less : 10\% TD <br> Add: CGST SGST |  |  | $\begin{aligned} & 1500 \\ & 150 \\ & 1350 \\ & 81 \\ & 81 \\ & 1512 \end{aligned}$ | 1350 | 81 | 81 |  | 1512 |
| Jan 12 | M/s Linsu 12@300 <br> Less: TD 10\% <br> Add: CGST SGST |  |  | $\begin{aligned} & 3600 \\ & 360 \\ & 3240 \\ & 194 \\ & 194 \\ & 3628 \end{aligned}$ | 3240 | 194 | 194 |  | 3628 |
| Jan 25 | M/s Pritty |  |  | 2500 |  |  |  |  | 2500 |
|  |  |  |  |  | 4590 | 275 | 275 |  | 7640 |

