

HISSAN CENTRAL EXAMINATION - 2079(2022)

Grade : XI

F.M. : 75

Time : 3 hrs

ACCOUNTANCY (1031 A)

Candidates are required to give their answers in their own words as far as practicable. The figures in the margin indicate full marks.

Attempt all questions.

GROUP A

Very short answer questions:

[11 × 1=11]

1. What is accounting?
2. Write about business activity.
3. Define business entity concept.
4. What are compensating errors?
5. Define cheque.
6. Mention any two objectives of trial balance.
7. Clarify the meaning of the provision.
8. What is capital expenditure?
9. Write the meaning of the government account.
10. Give the meaning of budget expenditure.
11. Define the budget sheet.

GROUP B

Short answer questions:

[8 × 5=40]

12. a. Write the meaning and objectives of book keeping in your own words. [3]
b. Prepare accounting equations from the following information: [2]
 - i) Mr. Sharma started business with cash Rs. 42,000 and merchandise goods Rs.8,000.
 - ii) Goods sold to Mr. B for Rs.10,000 (costing Rs.6,000) and partial cash received Rs. 7,000.
13. a. Following transactions are given.
 - 1 January : Opening cash balance Rs. 35,000 and bank balance Rs. 8,000.
 - 2 January : Cash deposited into the bank Rs. 20,000.
 - 16 January : Received cash from customer Rs. 9,500.
 - 18 January : Bought goods and paid for cash Rs. 10,000 and by cheque Rs. 15,000.

Required: Cash book with bank and cash column.

[3]

- b. Following sales related information's are provided:

- 2022-1-1 : Sold stationery to Stationery Mart, New road
10 pockets cello ball pen each pocket has 10 pieces
@ Rs 10 per piece.
- 2022-1-5 : Sold stationery to Sayno Stationery, bagbazar,
5 pocket pilot pen @ Rs 600 each at 10% trade discount.
- 2012-1-9 : Sold to JK Stationery Banepa, 2 set of table
files for cash Rs 14,000.

Required: Sales book

[2]

14. A firm provided the following information:

- i. On 31st January, the Cashbook of a businessman showed Rs.19,600.
- ii. Cheques were drawn of Rs. 6,500 but not cashed before 31st January, amounting Rs. 3,500.
- iii. Cheques were paid into the bank of Rs. 4,000 but not credited by the bank.
- iv. The bank has credited a dividend on investment of Rs. 700 in the pass book but not recorded in the cash book.
- v. One customer paid cash into bank Rs. 3,000 but not recorded in the cash book.

Required : Bank Reconciliation Statement

[5]

15. a. The following is the trial balance extracted on 31st December 2021 from a business house.

Trial Balance
As on 31st December 2021

Particulars	Dr (Rs.)	Cr (Rs.)
Capital		15000
Creditors		1000
Sales		15000
Bank loan		6000
Cash at bank	2500	
Debtors	2000	
Advertising	1500	
Plant & machinery	16000	
Rent	3000	
Goodwill	4500	
Wages	2500	
Purchase	5000	
Total	37,000	37,000

Additional information:

- i. Depreciation on machinery by 10%
- ii. Outstanding rent Rs. 1,500

Required: Adjusted trial balance [3]

- b. Following information are given below.
 - i. During the year, the Bad debts amounted to Rs. 500
 - ii. Debtors at the end of the year were Rs. 20,000 and maintained at a 5% provision
 - iii. Opening provision for doubtful debt Rs. 800

Required: Provision for doubtful debts account [2]

16. Following income and expense were taken from a company as on 31st Chaitra, last year, given below:

Particulars	Rs.
Prepaid insurance	6,000
Sales revenue	322,000
Purchase	110,000
Expense on purchase	32,000
Salaries expenses	20,000
Opening stock	40,000
Interest expenses	9,000
Bank overdraft	15,000
Rent expenses	24,000

Additional Information:

- i. Closing stock Rs. 75,000
- ii. Prepaid insurance was expired Rs. 5,000

Required: Trading and Profit and loss account [2+3=5]

17. On 1st January 2014, a company purchased Machinery for Rs. 200,000. Depreciation was charged under the straight-line method @ 10% p.a. At the end of 2016, the company has decided to change the depreciation method straight line to diminishing balance @ 15% p.a. effective from the very beginning. The accounts are closed on 31st December each year.

Required: Machinery account from 2014 to 2016 [5]

18. A Club furnished you with the following Balance Sheet and statements of Receipts and Payments.

Balance Sheet as on 31st December 2020

Liabilities	Rs.	Assets	Rs.
Capital Fund	99,000	Club Premises	65,000
		Furniture	28,000
		Subscription due	1,000
		Cash	5,000
	99,000		99,000

**Receipt and Payment Account
For the year ending 31st December 2021**

Receipts	Rs.	Payments	Rs.
To Balance b/d	5,000	By Salary	4,000
To Entrance fees	2,000	By Wages	9,000
To Tournament receipt	2,500	By Printing	4,000
To Subscription	17,500	By Balance c/d	10,000
	27,000		27,000

Additional Information:

- i. 50% of the Entrance fee is to be capitalized.
- ii. Subscription due for 2021 Rs. 2,000.
- iii. Depreciation charged on furniture @10% p.a.

Required: i. Income and Expenditure Account
ii. Balance Sheet as on 31st December 2021 [3+2]

19. a. A trader who keeps his books of account on a single entry system provided you with the following summary of assets and liabilities of his business for the year ending Chaitra 31st, 2078.

Debtors	Rs. 80,000	Creditors	Rs. 40,000
Bank Balance	Rs. 20,000	Plant	Rs. 50,000

The trader started business on 1st Baishakh, 2078 with a capital of Rs. 65,000. Drawing per month Rs.1,000

Required: Statement of Profit and Loss [2]

- b. The following transactions were taken from a government office. The office has submitted a payment order to DTCO for payment of the following expenditure for the month.
- Purchased of furniture for Rs. 40,000.
 - Out of the total salary for the month of Rs. 44,000, a sum of Rs. 8,000 for P. F and Rs. 1,000 for income tax were deducted, and rests were paid.
 - Rent paid for four months, including two months advance Rs.4,000 per month.

Required: Journal Voucher [3]

GROUP C

Long answer questions: [3 × 8=24]

20. The following transactions of a company have been taken;
- Started business with cash Rs 450,000.
 - Purchased office equipment for Rs 50,000.
 - Purchased goods from Hari for Rs 50,000 and made a partial payment to him for Rs 32,000.
 - Goods sold to Ram Rs.42,000 and received cash Rs 22,000 partially.
 - Paid salary for the period Rs.32,000 and Rent Rs. 8,000

Required: i. Journal entries ii. Necessary ledger iii. Trail balance [3+4+1]

21. Following the trial balance was taken from traders.

Trial Balance As on 30th Chaitra 2078

Particulars	Dr. Rs	Particulars	Cr. Rs
Purchase	210,000	Sales	320,000
Cartage	5,000	Creditors	51,000
Salaries	24,000	Bank overdraft	80,000
Electricity charges	4,500	Bills Payable	10,000
Travelling expenses	8,900	Capital	120,000
Telephone	4,300	Commission received	2,000
Rent expenses	10,000	Provision for bad debt	4,000
Pre-paid Insurance	3,300		
Plant and machinery	150,000		
Bad debts	2,000		
Sundry debtors	45,000		
Bills receivable	30,000		
Cash in hand	60,000		
Furniture	30,000		
Total	587000		587000

Adjustments:

- Depreciate machinery and furniture by 10%.
- Value of closing stock at the end Rs. 40,800.
- Prepaid insurance expires Rs. 3,000 up to 30 Chaitra, 2078.
- Rent expense per month of the company is Rs 1,000.

Required : i. Statement of Profit or Loss

ii. Statement of Financial Position [4+4]

22. A. Following transactions are given. Assuming that payment orders of all expenditures are submitted to DTCO, and DTCO paid the expenditure on the same day.

Poush 3 : Na.Su. Sharma cleared the previous year's office-related expenses advance of Rs. 12,000. She had actually spent Rs. 15,000. The excess amount of Rs. 3,000 was paid to her.

Poush 9 : Issued a cheque of Rs. 50,000 for purchasing furniture.

Poush 22 : Advance paid to section officer Yadav for purchasing office materials Rs. 10,000

Poush 30 : Distributed total salary of Rs. 66,000 after deduction of Provident fund Rs. 12,000 and insurance Rs. 1,000.

Required : Bank cash book. [4]

b. Following information is given:

Budget Heads	Code no	Annual Budget	Expenditure up to Falgun	Expenditure of Chaitra
Employee remuneration	21111	560,000	320,000	66,000
Water and electricity	22111	63,000	35,000	5,000
Travelling expenses	22612	20,000	8,000	5,000
House Rent	28142	90,000	55,000	6,000
Vehicle	31121	480,000	220,000	20,000

Additional information: Uncleared House rent advance Rs 4,000

Required: Statement of expenditure showing Budget balance [4]

THE END