



JAIN COLLEGE

463/465, 18th Main Road, SS Royal, 80 Feet Road, Rajarajeshwari Nagar,
Bangalore - 560 098

Date:

SUBJECT: ACCOUNTANCY

**II PUC
Mock paper I**

Timings Allowed: 3 Hrs 15 Minutes

Total Marks: 100

SECTION-A

I. ANSWER ANY SEVEN FROM THE FOLLOWING QUESTIONS:

7X2=14

1. State any two types of reserves.
2. Define partnership
3. Name two methods of valuation of goodwill
4. Give journal entry for payment made immediately to the retiring partner.
5. What is Dissolution of partnership?
6. What do you mean by position statement?
7. When can shares be forfeited?
8. List the two types of financial statements analysis.
9. What are Non-Trading concerns?
10. Mention any two models of Database management systems.

SECTION-B

II. ANSWER ANY FOUR FROM THE FOLLOWING QUESTIONS:

4X5=20

11. Pavan a partner withdrew Rs.2000 at the end of every month for the half year ending 30th September 2015. Calculate interest on Pavan's drawings at 8% P.A. under product method.
12. Sanju, Viju, Raju were partners in a firm sharing profits and losses in the ratio of 2:2:1. On 31.3.2014 the balance sheet was as under:

Liabilities	Amt (Rs)	Asset	Amt (Rs)
Creditors	15000	Building	20000
General reserve	10000	Machinery	34000
capital :		Stock	5000
Sanju	20000	Patent	1000
Viju	20000	Debtors	7000
Raju	10000	Cash	8000
Total	75000	Total	75000

Raju died on 30.9.2013. it was agreed between his executors and the surviving partners that:

- i. Goodwill to be valued at 2 years of purchase of the average profit of last 4 years. Which were: 2010-11: 13000, 2011-12 : 12000, 2012-13: 20000, 2013-14: 15000.
 - ii. Raju's share of profit on revaluation on his death Rs.1000.
 - iii. Profit of the year 2013-14 to be taken as the base for calculating accrued profit.
 - iv. Interest on capital to be provided at 10% P.A.
- Prepare Raju's capital A/C.

13. A, B, and C are partners sharing profits and losses in the ratio 4:3:2. A retires. B and C share the future profits equally. Calculate the Gain ratio.

14. Mahesh company limited issued 30000 shares of Rs.10 each at a discount of 10% payable Rs.2 on

application, Rs.3 on allotment and Rs.4 on first and final call. Mr.Anju who held 1000 shares did not pay call money. Mr. Anju's holdings were forfeited and re-issued at Rs.9 per share fully paid. Pass the necessary journal entry for the forfeiture and re-issue of shares.

15. From the following information calculate Stock Turn Over Ratio:

Opening inventory- 28000
 Closing inventory -38000
 Purchases- 40000
 Wages-12000
 Carriage inwards-4000
 Revenue from operations-90000

16. From the following particulars prepare the Receipts and Payments A/C of the Bengaluru Club for the year ending 31.3.2014:

Cash balance on 1.4.2013 Rs.10000, subscription received Rs.8500, library purchased Rs.6000, paid for newspaper and journal Rs.800, paid for printing and stationery Rs.1500, paid for rent Rs.4000, received entrance fees Rs.3000, proceeds for lectures and concerts Rs.4000, paid for lectures and concerts Rs.2000, paid electricity charges Rs.300.

17. Explain the five qualities of information.

SECTION-C

III. ANSWER ANY FOUR FROM THE FOLLOWING QUESTIONS:

4X14=56

18. Supreme company Ltd acquired lease for a term of 4 years by payment of Rs.120000. it is proposed to depreciate the lease by annuity method charging 4% interest P.A. If annuity of Rs.1 for 4 years at 4% is 0.275490, Show Lease A/C and Depreciation for the full period.

19. Yashas and Dhanush are partners sharing profits and losses in the ratio of 5:3. Their balance sheet as on 31.3.2014 stood as follows;

Liabilities	Amt Rs.	Assets	Amt Rs.
Creditors	10,000	Cash at bank	10,000
Loan from Bank	36,000	Motor vehicle	16,000
Capitals		Investment	25,000
Yashas	1,00,000	Debtors	26,000
Dhanush	50,000	Computers	25,000
		Stock in trade	30,000
		Machinery	30,000
		Buildings	34,000
Total	1,96,000	Total	1,96,000

On 1.4.2014 Subhas joins the partnership firm on the following terms:

- a. he brings Rs. 50,000 as capital and Rs. 10,000 as goodwill.
- b. Good will amount is to be withdrawn by Yashas and Dhanush
- c. Write off bad debts Rs. 1,000 and maintain PBD at 5% on debtors.
- d. Buildings and computers are depreciated by 2.5% and 5 % respectively.
- e. Investments are to be valued at Rs. 20,000.
- f. Furniture of Rs. 5,100 not recorded is to be brought into books.

Prepare:

Revaluation account, Bank account, Partners capital account and Balance sheet of the firm after admission.

20. M, N and O are partners sharing profits and losses in the ratio of 2:2:1 Their Balance sheet as on 31.3.2014 was as follows:

Balance sheet as on 31.3.2014

Liabilities	Amt Rs.	Assets	Amt Rs.
Bills Payable	9,300	Cash in hand	5,000
Creditors 6,000		Bills receivable	6400
Less: Provision for discount 300	5,700	Stock	18000
Capitals		Debtors 7000	
M	30,000	Less: PBD 400	6,600
N	20,000	Joint life policy	4000
O	20,000	Machinery	45000
Joint life policy fund	5,000	Prepaid rent	5000
Total	90,000	Total	90,000

Adjustments:

The firm was dissolved on the above date:

- I. M took over joint life policy for Rs. 5000.
- II. Stock realized Rs.25000, Debtors realized Rs.4100, and Machinery was sold for Rs.58000.
- III. Bills on hand realized in full.
- IV. One bill for Rs.500 under discount was dishonored and had to be paid by the firm.
- V. Creditors were paid Rs.5700 in full settlement and bills payable paid in full.

Prepare realization A/C, partner's capital A/C and cash A/C.

21. Sachin company Ltd issues 50000 equity shares of Rs.100 each at a premium of Re.10 (allowed at the time of allotment). The amount payable is as follows :

On application Rs.30, on allotment Rs.30, on first and final call Rs.50.

Roopa holding 500 shares did not pay final call money. Her shares were forfeited. These shares are re-issued to Deepa at Rs.80 per share. Pass the necessary journal entries.

22. From the following Trial Balance, Prepare the Final Accounts of Hindustan Trading Company Ltd. for the accounting period 31-MAR-2014.

Sl. No	Particulars	Debit (Rs.)	Credit (Rs.)
1	Sales	-	21,00,000
2	Purchase of goods	2,50,000	-
3	Share capital (Equity shares of Rs.10 each)		3,00,000
4	Opening inventories	1,25,000	
5	Salaries and wages	2,37,000	
6	Cost of raw materials consumed	8,50,000	
7	10% Debentures		5,00,000
8	Trade receivables	5,50,000	
9	General reserve		72,000
10	Rent	2,15,000	
11	Staff welfare expenses	85,000	
12	Commission on sales	2,10,000	
13	Interest expenses	55,000	
14	Rates and taxes	88000	
15	Surplus		86,000
16	Bank OD		15,000
17	Trade Payables		1,92,000
18	Buildings	5,00,000	
19	Depreciation on Buildings	50,000	
20	Bad Debts	50,500	
	Total	32,65,500	32,65,500

Adjustments:

- Closing inventories Rs. 1,85,000.
- Create provision for taxation at 30 %.
- Transfer to General Reserve Rs. 15,000.
- Directors Proposed dividend of 3%.
- Provide for Outstanding Rent Rs. 12,500 and further Provide bad debts at 5% on Trade Receivables.

23. From the following balance sheet, prepare common size balance sheet of KSM Co.Ltd, as on 31st march 2014 and 2015.

Particulars	31-3-2014 (Rs.)	31-3-2015 (Rs.)
Liabilities:		
Share capital	200000	200000
General reserve	40000	40000
Profit and loss A/C	16000	14500
Long term loan	18000	20000
Creditors	5000	5000
Bills payable	2000	2900
Bank overdraft	15000	14500
Out standing expenses	2000	1600
TOTAL LIABILITIES	298000	298000
Assets:		
Land buildings	50000	70000
Plant and machinery	100000	100000
Furniture	30000	62000
Stock	7000	8000
Debtors	40000	58000
Bills receivable	50000	43500
Cash	10000	14500
Prepaid expenses	11000	36000
TOTAL ASSETS	298000	298000

24. Cricket Club of Mangalore was started on 1.4.2014. It's Receipts and Payments account for the year ending 31-03-2015 was as follows:

Receipts and Payments A/C for the year ending 31-03-2015

Receipts	Amount(Rs.)	Payments	Amount(Rs.)
To donations	75000	By Tournament expenses	12300
To Tournament Fund	30000	By furniture	13800
To Life membership fees	12000	By sports equipment	32100
To entrance fees	2000	By Honorarium	12000
To fees from function	23000	By other expenses	5000
To subscriptions	10000	By printing	2200
		By rent	2500
		By salaries	7000
		By postage	330
		By fixed deposit in bank	55000
		By cash balance	9770
	152000		152000

Adjustments:

Expenses outstanding: salaries Rs.2500, printing Rs.1000

Subscriptions due for 2013-2015 for Rs.2000

Sports equipments on 31-3-2015 were valued at Rs.25100 and postage stamps on hand Rs.100

Entrance fees and life membership fees are to be capitalized.

Prepare:

1. Income and Expenditure A/C
2. Balance sheet as on 31-3-2015.

SECTION-D

IV. ANSWER ANY TWO FROM THE FOLLOWING QUESTIONS:

2X5=10

25. Prepare a machinery A/C for 2 years with imaginary figures under diminishing balance method.
26. How do you treat the following in the absence of partnership deed :
 - a) Interest on capital
 - b) Interest on loan
 - c) Interest on drawings
 - d) Distribution of profit and loss
 - e) Salary to partner
27. Prepare Profit and Loss Appropriation A/c of a firm with 5 imaginary figures.
