



**PART - B****V. Answer any THREE questions, each question carries 2 marks:****(3x2=6)**

17. Define Accounting.
18. Give the specimen of an account.
19. State any two reasons for the difference between cash book balance and pass book balance.
20. What is meant by Marshalling of Assets and Liabilities in the Balance Sheet.
21. What is unearned Income?

**PART – C****VI. Answer any THREE questions, each question carries 6 marks:****(3x6=18)**

22. Transactions of Mahesh Traders are given below. Show the effect of these transactions on Assets, Liabilities and Capital with help of Accounting Equation.
  - a. Business started with cash ₹ 1,00,000.
  - b. Cash Purchases ₹ 40,000.
  - c. Cash Sales ₹ 50,000.
  - d. Purchased Computers for cash ₹ 10,000.
  - e. Paid Rent ₹ 4,000.
  - f. Bought from Raghu ₹ 10,000.
23. Enter the following transactions in the petty cash book for the month of April 2023 and balance it.
 

01.04.2023 Received a Cash from Main Cashier ₹ 5,000.

02.04.2023 Purchased a postal-stamps ₹ 100

10.04.2023 Paid Travel Expenses ₹ 700

15.04.2023 Paid Telephone Expenses ₹ 500

24.04.2023 Paid to Radha ₹ 1,000.

24. From the following transactions prepare purchase book.

Date	Transactions	Amount (₹)
01.05.2023	Purchased goods from Prakash, Bengaluru	10,000
08.05.2023	Bought from Pooja, Hubali	12,500
15.05.2023	Purchased goods from Hema, Mysuru	18,000
20.05.2023	Purchased goods from Tamana, Vijayapura	9,500
26.05.2023	Rajesh Sold goods to us	8,000

25. Rectify the following errors:
  - a. Salary paid ₹ 5,000 was debited to his personal account.
  - b. Rent paid ₹ 4,000 was posted to landlord's personal account.
  - c. Cash withdrawn by owner for his personal use ₹ 1,000 were debited to Expenses account.
  - d. Cash received from Hardik ₹ 2,000 was posted to Harish's Account.
  - e. Cash paid to Bharath ₹ 1,000 was posted to Bhavesh's Account.
  - f. Credit Sales to Mohit ₹ 5,000 were not recorded.
26. From the following information of Sri Varaha, prepare Trading Account for the year ending 31.03.2023.
 

Opening Stock ₹ 2,00,000

Purchases for the year ₹ 20,50,000

Purchases Return ₹ 50,000

Sales for the year ₹ 35,10,000

Sales Return ₹ 10,000

Carriage on purchases ₹ 10,000

Closing Stock ₹ 5,00,000

## PART-D

VII. Answer any THREE questions, each question carries 12 marks:

(3x12=36)

27. Journalise the following transactions in the books of Ramesh

Date	Transactions	₹
2023	Ramesh commenced business with following	
Jan. 01	Cash in Hand	2,00,000
	Goods	50,000
Jan. 02	Deposited into Bank	50,000
Jan. 05	Purchased Mini Truck for office use	30,000
Jan. 08	Investments made by Cheque	10,000
Jan. 10	Purchased Motor Car from Mohan Traders	40,000
Jan. 11	Purchased goods for cash	10,000
Jan. 14	Cash Sales	20,000
Jan. 15	Paid for Life Insurance	10,000
Jan. 22	Paid for Advertisement	2,000
Jan. 25	Received interest on Investments	1,000
Jan. 31	Paid wages by bank	3,000

28. Prepare Two Column cash book from the following transactions.

Date	Transactions	₹
01.12.2023	Commenced business with cash	1,40,000
03.12.2023	Cash deposited into bank	40,000
05.12.2023	Purchased goods from Saniya	30,000
06.12.2023	Sold goods to Varsha and received a cheque	20,000
10.12.2023	Paid to Saniya	30,000
14.12.2023	Cheque received from Varsha deposited into Bank	20,000
20.12.2023	Carriage paid in cash	1,000
22.12.2023	Received cash from Vidya	10,000
27.12.2023	Commission Received	2,000
29.12.2023	Drew cash for personal use from bank	5,000
31.12.2023	Withdrew cash from bank for office use	2,000

29. From the following particulars prepare Bank Reconciliation Statement as on 31.03.2023.

- Bank balance as per cash book ₹ 50,000
- Cheques issued but not presented for payment ₹ 6,000.
- Cheques paid in to bank, but collected and credited by the bank ₹ 10,000.
- Bank directly collected the dividend and credited to bank account. ₹ 8,000.
- Bank charges debited in pass book ₹ 500
- Insurance premium paid by the bank as per standing instruction ₹ 1,000.

30. On 01.04. 2020, Saroja Co. Ltd. Purchased a Mini Truck for ₹ 1,80,000 and spent ₹ 20,000 other additional charges. On 01.10.2018 another Mini Truck purchased for ₹ 2,50,000. On 31.03.2023 the Mini Truck which was purchased on 01.04.2020 was sold for ₹ 1,50,000. The company charges depreciation at 10% p.a. under Diminishing Balance Method. Accounts are closed 31<sup>st</sup> March every year.

**Prepare:** Mini Truck Account and Depreciation Account for 3 years.

31. From the following accounts, prepare the Trading, Profit and Loss Account and Balance Sheet as on 31.03.2023.

Sl. No.	Name of the Accounts	Amount ₹
1.	Capital A/c	18,000
2.	Machinery A/c	8,000
3.	Cash in Hand A/c	1,000
4.	Cash at Bank A/c	2,000
5.	Wages A/c	2,000
6.	Purchases A/c	16,000
7.	Sales A/c	32,000
8.	Opening Stock A/c	12,000
9.	Sundry Debtors A/c	8,800
10.	Sundry Creditors A/c	9,000
11.	Commission Received A/c	600
12.	Bills Receivable A/c	5,800
13.	Rent A/c	900
14.	Legal Expenses A/c	500
15.	General Expenses A/c	1,600
16.	Bad Debts A/c	1,000

**Adjustments:**

- Closing stock as on 31.03.2023 ₹ 16,000
- Depreciation machinery at 10% p.a.
- Prepaid wages ₹ 200
- PDD at 5% in Sundry Debtors.
- Commission received in Advance ₹ 400.

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