



Total No of Pages: 5

Class: XI
Date: 23.09.2018

INDIAN SCHOOL SOHAR
FIRST TERM EXAM 2018-19
ACCOUNTANCY

Max Marks: 90
Time: 3 hours

General Instructions:

1. All questions are compulsory
 2. Provide working notes wherever necessary
 3. Attempt all the parts of a question at one place.
-
1. What is the Cost concept? 1
 2. Give any two examples of current liabilities. 1
 3. Is the government in need of accounting information? Why? 1
 4. X commenced the business on 1st April 2016 with a capital of ₹ 6,00,000. On 31st March 2017 his assets were worth ₹ 8,00,000 and liabilities ₹ 50,000. Find out closing capital. 1
 5. Name any two source documents. 1
 6. X Co has purchased 50 computers from HCL and is allowed a discount of ₹ 20,000 for the purchase thereof. Is the discount allowed trade discount or cash discount? How will you record in the books? 1
 7. State the limitations of accounting.(any three points) 3
 8. Classify the following accounts into Asset, Liability, Revenue and expense.
a)Plant and machinery b) bad debts c) Depreciation d)bank overdraft e)Creditors f)Goodwill 3
 9. Record the opening journal entry from the following ledger balances as on 1st April 2018. Building ₹ 5,00,000, furniture ₹ 2,00,000, Debtors ₹ 80,000, bank ₹ 25,000, Cash ₹ 25,000, Bills payable ₹ 25,000, Bills Receivable ₹ 10,000. 3
 10. Pass journal entry for the sale of goods to Anil for ₹ 20,000, at a trade discount of 10% plus CGST and SGST @ 6% and 3% cash discount. Received the money and cash discount availed by Anil. 3
 11. Ascertain the cost of goods sold and gross profit from the following details given below:

Indirect expenses	15,200	Direct expenses	18,600
Sales	1,20,000	Net purchases	72,000
Opening stock	16,000	closing stock	28,000
Direct expenses	4,000		

3
 12. What is GST? Explain any two objectives of GST. 3
 13. Enter the following transactions in the Purchases return book of Sri Subisha. 4
2018
Apr15 Returned goods to Raja & Sons for ₹ 20,000, trade discount 10%,
CGST and SGST paid @ 6% each.
Apr20 Returned goods to Siva for ₹ 10,000, IGST was paid @ 12%
Apr27 Returned goods to Savitha for ₹ 30,000, trade discount 5%,CGST and SGST paid @ 5% each.

14. Explain the following terms: (a) Liabilities (b) Goods (c) Trade receivables (d)Bad debts 4
15. Prepare the trial balance and find out the capital from the following details. 4
- | | | | |
|------------------|--------|-----------------|--------|
| Bank overdraft | 20,000 | Building | 40,000 |
| Return inwards | 2,000 | Return outwards | 4,000 |
| Input CGST | 3,500 | Output IGST | 7,000 |
| Input SGST | 3,500 | Stock | 20,000 |
| Discount allowed | 2,500 | Capital | ----- |
16. What is capital expenditure? Distinguish between capital expenditure and revenue expenditure. (any three points) 4
17. Surya is practising as a legal consultant during the financial year 2017-18 earned ₹ 6,00,000. Out of which he received ₹ 4,50,000. He spent ₹ 1,70,000 in cash and ₹ 40,000 expenses are outstanding. He also received consultancy fee relating to the previous year ₹ 45,000 and also paid ₹ 40,000 expenses of last year.
You are required to determine his income for the year if
- (a) He follows cash basis of accounting
(b) He follows accrual basis of accounting. 4
18. Prepare an accounting equation of the following transactions and also balance sheet.
- i) Ramesh started the business with cash ₹ 1,00,000 goods ₹ 50,000 and furniture ₹ 50,000
 - ii) Purchased a building by taking a bank loan ₹ 10,00,000.
 - iii) Purchased goods from Rahul on credit ₹ 24,000.
 - iv) Sold goods costing ₹ 25,000 for ₹ 32,000 on credit to Ram.
 - v) Goods destroyed by fire ₹ 3000.
 - vi) Salaries paid ₹ 3,000.
 - vii) Depreciation on furniture provided ₹ 5,000.
 - viii) Interest on bank loan outstanding ₹ 4,000. 6
19. Record the following transactions in the ledger accounts of a) Cash account b) Gobind account and c) Purchases account. 6
- | | | ₹ |
|-------|--|----------|
| Jan1 | Started business with cash | 1,00,000 |
| Jan 2 | Goods purchased from Gobind | 50,000 |
| Jan 2 | Bought goods from Rahul | 14,000 |
| Jan 5 | Goods returned to Gobind | 2,000 |
| Jan11 | Paid to Gobind by cheque | 30,000 |
| Jan15 | Cash purchases | 15,000 |
| Jan18 | paid salaries in cash | 20,000 |
| Jan20 | Machinery purchased | 20,000 |
| Jan22 | Commission received | 10,000 |
| Jan23 | paid the LIC premium of the proprietor | 30,000 |

20. Prepare a double column cash book of Kumar with cash and bank columns.

6

2018 March

- 1 Cash in hand ₹ 2,20,000, Bank overdraft ₹ 60,000
- 5 deposited in the bank ₹ 80,000.
- 7 Goods purchased for ₹ 30,000 plus CGST and SGST 6% each.
- 8 Goods sold for cash ₹ 40,000 plus 12% IGST.
- 10 Purchased computer and payment made by cheque of ₹ 5,000
- 16 Withdrew from bank for private use ₹ 2,000.
- 18 Ramesh who owed us ₹ 5000 became bankrupt and paid us 50 paise in a Rupee.
- 23 Salaries paid ₹ 15,000 by cheque.
- 23 Cash sales including CGST and SGST ₹ 12,000.
- 24 Received cheque from Mano ₹ 21,000 and deposited into the bank
- 27 Sold goods for cash ₹ 20000 plus CGST and SGST 6% each.
- 29 Cheque of Mano dishonoured
- 29 Cash received from Arun ₹ 11,500 and discount allowed ₹ 500.
- 30 Interest paid by cheque ₹ 1,200 .

21. Prepare Purchases book and Sales book of Prabhu electronics Chennai.

6

- Jan 1 Sold on credit to Gopal & Co Mumbai,
10 water coolers @ ₹ 6,000 each,
5 wall fans @ ₹ 2,000 each,
Trade discount 10% charged IGST @ 12%, Freight ₹ 4,000.
- Jan 5 Purchased on credit from Ram bros Chennai,
25 Washing machines @ ₹ 7,000 each,
10 toasters @ ₹ 1,500 each,
Trade discount 25% plus CGST and SGST @ 6% each ,
Packing charges ₹ 3,500
- Jan 8 Sold to Akil Chennai,
10 Air conditioners @ ₹ 14,000 each,
15 Air Purifiers @ ₹ 4,000 each,
Trade discount 10% plus CGST and SGST@ 6% each.
Packing charges ₹ 2,500
- Jan 10 Purchased from Ravi & Co, Chennai,
10 Electric kettles @ ₹ 750 each,
Plus CGST and SGST 6% each, packing charges ₹ 2000.
- Jan 15 Sold to Mahesh Bros Chandigarh,
5 water purifiers @ ₹ 7,000 each,
2 Iron boxes ₹ 2,500 each, Charged 12% IGST .
- Jan 20 Purchased 5 Computer tables ₹ 1,000 each including CGST and SGST.
- Jan 25 Purchased on credit From Anupam, Bangalore,
20 Electric ovens @ ₹ 12,000 each,
Plus CGST and SGST @ 6% each.

22. Identify the accounting concept or assumption involved in the statement and explain the concept or assumption

- (i) Closing stock is valued at cost or market price which is less.
- (ii) The calibre or quality of the management team is not disclosed in the balance sheet.
- (iii) Financial statements of the firm are prepared every year on 31st March.
- (iv) Sale is recognised on the basis of cash memo or invoice

6

23. Record the following transactions in the journal books of Shanmugam.

- a. Salaries due to the staff ₹ 10,000 plus IGST @ 12%.
- b. Goods used for personal use ₹ 20,000, which was purchased with CGST and SGST @ 6% each.
- c. ₹ 5,000 due from Hari are bad debts.
- d. Bought furniture for ₹ 40,000 for cash plus CGST and SGST 6% each.
- e. Received ₹ 12,000 written off as bad debt last year.
- f. Received cheque from Amutha ₹ 15,000(deposited earlier) now dishonoured
- g. Old machinery sold ₹ 14,500.
- h. Repayment of Loan to Mano ₹ 50,000 and interest ₹ 1,000.

8

24. The following balances were extracted from the books of Harish Chandra on 31st March 2018. Prepare the trading account, profit and loss account and balance sheet.

Drawings	15,000	Capital	2,22,000
Insurance	20,000	Loan	75,000
General expenses	25,000	Sales	6,55,000
Building	1,10,000	Purchases	3,25,000
Machinery	93,400	Commission (cr)	7,750
Motorcar	25,000	Car expenses	18,000
Opening stock	75,000	Bills payable	20,000
Power	13,150	Cash	43,000
Salary	60,000	Charity	4,000
Wages	72,000	Bad debts	1,400
Debtors	62,800	Advertising	9,000
Creditors	25,000	Purchases Return	8,000
Input CGST	15,000	Sales Return	14,000
Input SGST	15,000	Output IGST	3,000

The additional information is provided under:

1. Closing stock is ₹ 1,20,000
2. Depreciation on Machinery @ 10% and Motorcar @ 15%.
3. Outstanding wages ₹ 2500 and salary ₹ 5,000
4. Prepaid insurance ₹ 2,000

(OR)

From the following balances prepare trading and Profit and loss account and the balance sheet of Mr.Murugan for the year ended 31.3.2018

Opening stock	15,500	Output IGST	10,000
Land and buildings	35,000	Salaries	11,000
Machinery	50,000	General expenses	2,500
Furniture	5,000	Rent	3,000
Purchases	1,06,000	Postage expenses	1,400
Capital	1,57,000	Stationery	1,300
Bank loan	30,000	Sales	86,000
Sundry creditors	9,600	Freight on purchases	2,800
Carriage on sales	4,000	Cash in hand	4,100
Repairs	4,500	Cash at bank	6,400
Sundry debtors	30,000	Sales return	5,100
Input IGST	2,000	Purchases return	2,200
Input CGST	2,000	Input SGST	2,000
Discount	1,200		

The additional information is given under:

1. Closing stock is ₹ 40,000
2. Depreciate furniture 5% and machinery 10%.
3. Outstanding repairs ₹ 2500 and general expenses ₹ 2,500.
4. Advance rent paid ₹ 1,000.