

SECOND PUC PREPARATORY EXAMINATION - 2019

Time: 3-15 hours

Max Marks: 100

No. of Pages: 04

ACCOUNTANCY (30)

Total No. of Ques.: 35

Instructions :

- 1) All sub-questions of Section-A should be answered continuously at one place.
- 2) Provide working notes wherever necessary
- 3) 15 minutes of extra time has been allotted for the candidates to read the questions.
- 4) Figures in the right hand margin indicate full marks.

I Answer any EIGHT of the following questions, Each carries 1 marks : 8x1=8

- 1) Name any one final account of Not-For-profit organisation.
- 2) The business of partnership concern may be carried on by
 - a) All the partners
 - b) Any of them acting for all
 - c) All the partners or any of them acting for all
 - d) None of the above
- 3) Accumulated profit is transferred to all partners' capital accounts including new partner. State (True or False)
- 4) Give the formula for calculation of new profit sharing ratio on retirement of a partner.
- 5) State the meaning of over subscription.
- 6) Expand E.P.S.
- 7) Give an example for non-current liability.
- 8) Comparative analysis is also known as _____
- 9) State any one objective of ratio analysis.
- 10) Examples of cash inflows from investing activities are
 - a) Cash received from disposal of fixed assets
 - b) Interest received in cash from loan advances
 - c) Dividend received from investments in other enterprises
 - d) All of the above

SECTION -B**II Answer any FIVE of the following Questions, Each carries 2 marks : 5x2=10**

- 11) What are not-for profit Organisations?
- 12) Name any two contents of Partnership deed.
- 13) State any two reasons for admitting a new partner.
- 14) Give the journal entry for transfer of accumulated profit to Partners's capital A/c on Dissolution of Partnership firm.
- 15) Give the meaning of calls in arrears.
- 16) Write any two objectives of Financial Statements.
- 17) List any two techniques of Financial Statement analysis.
- 18) Write any two examples for Financial activities.

SECTION -C**III Answer any FOUR of the following Questions, Each carries 6 marks : 4x6=24**

- 19) Anitha and Sunitha are partners in a firm, Sunitha's drawings for the year 2017-18 are given as under

Rs 4000 on 1-06-2017	Rs 6000 on 30-09-2017
Rs 2000 on 30-11-2017	Rs 3000 on 01-01-2018

 Calculate interest on Sunitha's drawings at 6% p.a. for the year ending on 31-3-2018 under product method.
- 20) Amar, Akbar, Anthony are partners of a firm sharing profits and losses in the ratio of 4:3:3. Anthony retires from the firm. Amar and Akbar agreed to share profits equally in future. Calculate gain ratio of Amar and Akbar.
- 21) Anil, Sunil and Patil are partners sharing profit and losses in the ratio of 4:3:1. Their capital balances on 01-04-2018 stood at Rs 1,00,000, Rs 80,000 and Rs 50,000 respectively. Anil died on 01-10-2018. The partnership deed provides the following
 - a) Interest on capital at 10% p.a.
 - b) He had withdrawn Rs 5000 upto the date of death.
 - c) Anil share of goodwill Rs 6000.
 - d) His share of profit up to the date of death on the basis of previous year profit was Rs 30,000.
 Prepare Anil's Executors account.

P.T.O.

- 22) The Reliance Company Ltd. issued Rs 10,000, 12% debentures of Rs 100 each, the amount payable as follows
 Rs 10 per debenture on application
 Rs 40 per debenture on allotment
 Rs 50 per debenture on first and final call
 All the debentures were subscribed and the money duly received.
 Pass the journal entries in the books of the company.
- 23) From the following details you are required to prepare Balance Sheet on 31-03-2018 as per schedule III of Companies Act 2013.
- | | |
|-----------------------------------|---------------------------------------|
| Equity Share Capital Rs 16,00,000 | Preference Share Capital Rs 6,00,000 |
| General Reserve Rs 6,00,000 | Creditors Rs 3,50,000 |
| 12% Debentures 12,00,000 | Provision for taxation Rs 2,50,000 |
| Inventories Rs 7,00,000 | Plant and Machinery Rs 8,00,000 |
| Land & Buildings Rs 26,00,000 | Cash and cash equivalents Rs 5,00,000 |
- 24) Calculate Current ratio and Quick ratio from the following information.
- | | | |
|-------------------------|--------------------------|--------------------------|
| Inventories Rs 25,000, | Debtors Rs 20,000, | Bills Receivable Rs 5000 |
| Advance tax Rs 12,000 | Cash Rs 18,000 | Creditors Rs 30,000 |
| Bills Payable Rs 20,000 | Bank Overdraft Rs 10,000 | |
- 25) Shankar Ltd arrives at net income of Rs 6,00,000 for the year ending 31st March 2017. Depreciations for the year was Rs 2,00,000. There was a profit of Rs 50,000 on assets sold which was transferred to Statement of profit and loss. Trade receivable increases during the year Rs 50,000 and Trade payable also increases by Rs 40,000. Compute the cash flow from Operating activities by the Indirect method.

SECTION -D

IV Answer any FOUR of the following Questions, Each carries 12 marks : 4x12=48

- 26) Following are the Balance Sheet and Receipt and Payment account of Youngmen Sports Club Mangalore

Balance Sheet as on 01-04 -2017

Liabilities	Amt (Rs)	Assets	Amt (Rs)
Outstanding Salary	6,000	Cash in hand	16,000
Subscription received in advance	4,000	Sports material	35,000
Capital Fund	1,51,000	Furniture	20,000
		Land & Buildings	90,000
	1,61,000		1,61,000

Dr. Receipt and payment A/c for the year ending 31-03-2018		Cr.	
Receipts	Amt (Rs)	Payments	Amt(Rs)
To Balance b/d	15,000	By Salary	25,000
To Subscriptions	52,000	By Sports Materials(1.10.2017)	18,000
To Entrance Fees	6,000	By Investments	15,000
To Sale of Old news paper	3000	By Postage	400
To Sports fees	10,000	By Electric charges	1600
		By up keep of grants	6,000
		By Balance C/d	20,000
	86,000		86,000

Adjustments: 1) Outstanding Subscriptions for 2018 Rs 2,000.

2) Subscription received in advance for 2019 Rs 1000.

3) Outstanding salary as on 31-03-2018 Rs 6000.

4) Half of the entrance fees to be capitalised.

5) Depreciate Sports materials at 20% per annum.

Prepare 1) Income and Expenditure account for the year ending 31-03-2018 and

2) Balance Sheet as on 31-03-2018.

Cont...

- 27) Rama and Shyama are partners in a firm sharing profit and losses in the ratio of 3:2. Their Balance Sheet as on 31-03-2018 was as follows .

Liabilities	Amt (Rs)	Assets	Amt (Rs)
Creditors	40,000	Cash	5,000
Bills payable	20,000	Machinery	60,000
General reserve	25,000	Stock	25,000
<u>Capitals</u>		Debtors 23,000	
Rama	60,000	less P.B.D. 3000	20,000
Shyama	40,000	Buildings	50,000
		Investments	20,000
		P&L Account	5000
	1,85,000		1,85,000

On 01-04-2018 they admitted Bheema as a partner and offer him $\frac{1}{5}$ th share in the future profit on the following terms .

- a] Bheema has to bring in Rs 25,000 as his capital and Rs. 10,000 towards goodwill.

Goodwill amount is to be withdrawn by the old partners.

- b] Depreciate Machinery by 5%.

- c] Appreciate Buildings by 10%.

- d] PBD is increased to Rs 4,000 and investments are to be revalued at Rs 25,000.

Prepare 1) Revaluation A/c 2) Partners Capital A/c
3) Balance Sheet after admission of new partner.

- 28) Geetha and Sangeetha are partners sharing profits and losses in the ratio of 2:3. Their Balance Sheet as on 31-03-2018 is as follows.

Liabilities	Amt(Rs)	Assets	Amt(Rs)
Sundry Creditors	10,000	Cash at Bank	5,000
Bills payable	10,000	Bills Receivable	10,000
Geetha's Loan	5,000	Sundry Debtors	20,000
Reserve Fund	10,000	Stock	15,000
<u>Capitals</u>		Machinery	15,000
Geetha	30,000	Furniture	10,000
Sangeetha	40,000	Goodwill	30,000
	1,05,000		1,05,000

On the above the firm was dissolved. The following information is available .

- a] The assets were realised as follows. Bills receivable Rs 8,000, Sundry debtors and Stock 10% less than the book value, Machinery realised 10% more than the book value and Goodwill realised for Rs 22,000.

- b] Furniture was taken over by Sangeetha at Rs 8,000.

- c] Dissolution expenses were amounted to Rs 1000.

- d] All the liabilities were discharged in full.

Prepare : 1) Realisation A/c 2) Partners' Capital A/c 3) Bank A/c

- 29) Sun Star Co. Ltd issued 20,000 Equity shares of 10 each at a premium of Rs 2 per share to the Public, payable as follows.

Rs 2 on application ,

Rs 5 on allotment (including premium),

Rs 5 on first and final call

All the shares subscribed and the money duly received except the first and final call on 1000 shares . The Directors, forfeited these shares and re-issued them as fully paid up at Rs 8 per share. Pass the necessary journal entries related to the above information.

P.T.O.

- 30) Give the journal entries for the following cases.
- Issue of Rs 2,00,000, 12% debentures of Rs 100 each at par and redeemable at par.
 - Issue of Rs 2,00,000, 12% debentures of Rs 100 each at par but redeemable at a premium of 5%.
 - Issue of Rs 2,00,000, 12% debentures of Rs 100 each at premium of 5% but redeemable at par
 - Issue of Rs 2,00,000, 12% debentures of Rs 100 each at discount of 5% but redeemable at par
- 31) From the following information, prepare Comparative Statement of profit and loss for the year ending 31st March 2017 and 31st March 2018 of Ramesh Co Ltd.

Particulars	31-03-2017	31-03-2018
Revenue from operation	8,00,000	9,00,000
Other income	20,000	40,000
Cost of Material consumed	4,00,000	5,00,000
Employees benefir Expenses	1,00,000	1,20,000
Financial Cost	30,000	20,000
Depreciation	50,000	60,000
Other Expenses	20,000	30,000
Income tax	30%	30%

- 32) ABC Ltd presents the following Trading and Profit Loss a/c for the year ending 31 st March 2018.

Trading and Profit Loss a/c for the year ending 31 st March 2018.

Particulars	Amt(Rs)	Particulars	Amt(Rs)
To Opening Stock	2,00,000	By Sales	10,00,000
To Purchases	7,00,000	By Closing Stock	4,00,000
To Wages	1,00,000		
To Gross profit c/d	4,00,000		
	14,00,000		14,00,000
To Administrative Expenses	3,00,000	By Gross Profit b/d	4,00,000
To Selling & Distribution expenses	40,000	By Profit on sale of plant	20,000
To Net profit	80,000		
	4,20,000		4,20,000

Trade receivable on 1-4-2017 Rs 3,00,000 and on 31-03-2018 Rs 2,00,000.

Trade payables on 01-04-2017 Rs 3,00,000 and on 31-03-2018 Rs 4,00,000.

Calculate the following ratios,

- Gross profit Ratio
- Net profit Ratio
- Operating Ratio
- Inventory Turnover Ratio
- Trade Receivable Turnover ratio
- Trade payable turnover ratio

SECTION -E

[Practical Oriented Questions]

- V Answer any TWO of the following Questions, Each carries 5 marks : 2x5=10
- 33) Classify the following items into Capital and Revenue.
- Life membership fees receives.
 - Sale of old newspapers.
 - Cost of construction of Poornima Sports Club.
 - White washing of old building.
 - Amount receives from Sale of Machinery
- 34) Prepare Executors Loan account with imaginary figures showing the repayment in two annual equal installments along with interest.
- 35) Write a proforma of cash flows from operating activity under Direct method.

