

INTERNATIONAL INDIAN SCHOOL – DAMMAM
FIRST TERMINAL EXAMINATION - JUNE, 2013

Class XI

Max. Marks: 90

Sub : Accountancy

Set – A

Time : 3 Hrs.

INSTRUCTIONS :

- i) All questions are compulsory.
- ii) Marks for each question are indicated against it.
- iii) Use / draw proper columns wherever required .
- iv) Avoid overwriting/cutting.
- v) Use of calculator is not allowed.

- Q.1 Name the Accounting Concept in which the tendency to resolve uncertainty & doubt in favor of overstating liabilities & expenses & understating assets and revenues is followed. 1
- Q.2 What is imprest money in petty cash book ? 1
- Q.3 How will you deal with interest on capital in Accounting Equation ? 1
- Q.4 Do the following events represent business transactions ? 1
- a) Dismissal of an employee from the job.
 - b) Goods purchased on credit.
- Q.5 What do you understand by balancing of ledger account ? 1
- Q.6 Name the concept that a business enterprise will not be liquidated in the near future . 1
- Q.7 Name any three users who have indirect interest in accounting information. 1
- Q.8 List two objectives of preparing Trial Balance . 1
- Q.9 Enter the following transactions in the Simple Cash Book : 3

2008	Rs.
Jan.1 Cash in hand	11,000
Jan.2 Cash received from Yamuna Lal	3,000
Jan.10 Sold goods to Mahesh	5,000
Jan.12 Cash purchases	575
Jan.15 Purchased furniture for personal use	375
Jan.29 Sent Money Order to Ram	200
M.O. Commission	10

Q.10 Explain cash basis and accrual basis of accounting with example. 3

Q.11 Throw light on the significance of IFRS in today's globalised business world. 3

Q.12 Prepare a correct Trial Balance from the given ledger balances : 3

Particulars	Rs. (Dr.)	Rs. (Cr.)
Reserve Fund		2,000
Purchases	6,000	
Sales		10,000
Purchases Return	100	
Sales Return		200
Opening stock	3,800	
Closing stock	4,000	
Expenses		2,000
Capital	9,400	
Debtors		8,000
Creditors		3,000
Cash & Bank Balance	6,500	
Outstanding expenses		2,000
Suspense A/C being the difference		2,600
	<hr/>	<hr/>
	29,800	29,800

Q.13 a) What are the rules of debit and credit in case of Real Account ? (1+2) 3

b) Pass the opening journal entry with the following information :

Cash in hand Rs. 3,000 Bills Receivable Rs.7,000 Closing stock Rs.20,000

Plant Rs.50,000 Building Rs.1,00,000 Creditors Rs.12,000 , Bank Overdraft Rs 3,000

Q.14 Write three points of difference between Cash discount and Trade discount. 3

Q.15 Explain the following terms : 3

- a) Revenue receipts b) Capital c) Current assets

Q.16 Define Accounting and explain any three objectives of Accounting . 4

Q.17 Show the effect of following transactions on Accounting Equation. 4

i) Started business with cash amounting to Rs.35,000 and goods	Rs 15,000
ii) Salaries paid	Rs. 2,000
iii) Wages outstanding	Rs. 200
iv) Rent paid in advance	Rs. 150

Q.18 Enter the following transactions in Purchase book : 4

2012 March 1 Purchased from Ram & Sons, Madurai (invoice No. 525)
50 tins ghee @ Rs.500 per tin

100 bags sugar @ Rs.900 per bag

Delivery & packing charges Rs.50

Less : 10% trade discount

March 2 Bought of Bharat stores, Mumbai (invoice No. 534)

20 bags of gram @ Rs.300 per bag

10 bags sugar @ Rs 1000 per bag

15 bags of wheat @ Rs.400 per bag

Less 10% trade discount.

March 3 Purchased typewriter from Gopal & Bros. for Rs.500

Q.19 A computer trading company purchased 10 computers @ Rs.10,000 each at 10% trade discount and 5% cash discount, VAT was also paid @12.5%

Out of these 2 computers were given to the nearby school for poor children.

Identify the values involved and pass necessary journal entry/ entries for the above transaction.

4

Q.20 Enter the following transaction in the Sales Book of M/S Mazhar Bros.Delhi : 4
2012

Jan 4 Sold to Philip & Co., Nagpur (Invoice no. 225)

15 dozen pencils @ Rs.14 per dozen
2 gross registers @ Rs.100 per dozen

Jan.10 Sold to M/S Samson and Johnson, Mumbai (Invoice no.226)

10 gum bottles @ Rs.4.5 per bottle
5 dozen rulers @ 12 per dozen
Trade discount @ 5%.

Jan.15 Sold old typewriter to M/S Aby for Rs.1,000 (invoice no.228)

Jan.20 Sold to M/s sumo & co. Pune (invoice no.229)
10 dozen pens @ 60 per dozen for cash

Jan.25 Sold to M/S Cheap Store, New Delhi (invoice no. 230)
10 dozen pencils @ 16 per dozen
4 reams of white paper @ Rs. 60 per ream
Delivery charges Rs.5 and Trade discount @ 10%.

Q.21 Explain the following concepts : 6

- a) Conservatism
- b) Consistency
- c) Business entity

Q.22 Show the effect of the following business transactions on assets, liabilities and capital through accounting equation : 6

	Rs.
a) commenced business with cash	20,000
b) goods purchased on credit	7,000
c) furniture purchased	3,000
d) creditors accepted a bill for	1,500
e) interest on capital	100
f) allotted shares to creditors	1,000

Q.23 Journalise the following transactions :

6

2012 Jan.1 Paid wages for installation of machine Rs.125

Jan.3 Paid into current account Rs.4,000

Jan.5 goods worth Rs.2,000 given in charity.

Jan.9 Purchased goods from Anwar for Rs.10,000. He allowed 10% trade discount.
VAT 12.5% is also due.

Jan.15 interest on investment received Rs.500

Jan.25 Received Rs.200 for the bad debts written off last year.

Q.24 Prepare Double column Cash book from the following transactions :

6

2008

Rs.

Oct.1 Cash in hand

3,800

Bank overdraft

5,700

Oct.5 Received a cheque from Sarita and sent it to bank

3,250

Oct.7 Paid to Heera by cheque

2,425

Oct.11 Sarita's cheque returned dishonoured

Oct.16 Withdrew from bank for office use

250

Oct.19 Cheque received from Bansi Lal

1,200

Oct.22 Bansi Lal's cheque endorsed to Devlal

Oct.27 Income tax paid by cheque

150

Oct.29 Bank charges as per Pass book

25

Oct.31 Received payment of a loan of Rs.5,000 ^{from X} and deposited Rs.3,000 out of it into bank.

Q.25 Post the following transactions directly into ledger accounts and prepare trial balance :17

2008

Jan.1 X started business with cash Rs.2,00,000.

Jan.3 He opened a current account in the bank Rs.1,00,000

Jan.7 Purchased a computer and paid by cheque Rs.50,000

Jan.10 Bought goods on credit from Ritika Rs 60,000

Jan.13 Cash sales Rs.30,000

Jan.16 Goods sold to Krishna Rs.25,000

Jan.18 Cash paid to Ritika on account Rs 30,000

Jan.28 Cheque given to Ritika in full settlement Rs 27,500

Jan.30 Received cash from Krishna Rs.15,000 and cheque for the balance.

Jan.31 Insurance premium paid by cheque Rs.4,000