

Sample Paper – 2010
Class – XII
Subject – Accountancy

General Instructions:

- (i) Answer Question 1 and Question 2 from Part I (compulsory) questions from Part 2.
- (ii) The intended marks for questions or parts are given in brackets.
- (iii) Transactions should be recorded in the proper form of accounts.
- (iv) All calculations should be shown clearly.
- (v) The use of simple calculator is permitted.
- (vi) Candidates are allowed additional 10 minutes for only reading the paper. They must not start writing during this time.

Q1: Answer the following questions briefly:

- (i) What is meant by consignment on loading?
- (ii) What is the accounting treatment of abnormal losses in joint venture?
- (iii) Mention two uses of ratio analysis.
- (iv) Why is there a need for revaluation of assets and liabilities of a firm if there is a change in profit – sharing ratio of partners.
- (v) How is goodwill paid privately by an incoming partner treated in books of accounts ?
- (vi) What is meant by issue. of shares for consideration other than cash ?

Q2. The following are the Balance Sheets of Gyan Ltd. as on 31st March 2005 and 31st March 2006.

Liabilities	31.03.05 Rs.		31.03.06 Rs.		Assets	31.03.05 Rs.		31.03.06 Rs.	
Share Capital	2,50,000	2,72,000	Land & Building	1,00,000	1,45,000				
Profit & Loss A/c	75,000	1,26,000	Machinery	1,75,000	1,80,000				
Debentures	1,00,000	1,20,000	Debtors	73,500	69,000				
Creditors	60,000	52,500	Stock	1,25,000	1,37,000				
Provision for			Bank	41,500	72,500				
Doubtful Debts	2,500	2,000							
Provision for			Preliminary Expenses	2,500	2,000				

Depreciation on Plant	15,000	16,000	
Provision for			
Depreciation Buildings	15,000	17,000	
	6,17,500	6,05,500	5,17,500 6,05,500

Additional Information:

(1) During the year, part of the machinery costing Rs. 3,500 (Accumulated depreciation thereon Rs. 500) was sold for Rs. 2,500.

(ii) Dividend of Rs. 25,000 was paid during the year ended 31st March 2006.

Prepare :

(a) A schedule of Changes in Working Capital.

(b) A Fund Flow Statement.

Q3. Datta Electricals sent 100 fans to Gupta Appliances on consignment and spent Rs 500 on packing and Rs 565 on freight. The cost of each fan was Rs 750 but it was invoiced at 20% above cost. 5 fans were lost in transit and Gupta Appliances took the delivery of the remaining fans and paid Rs 285 as cartage and Rs 190 as godown rent. They sold 75 fans @ Rs 1100, 70 fans being sold for cash and the remaining on credit. They also found that 10 fans were defective and therefore returned these to Datta Electricals at a cost of Rs 120. The consignee is entitled to a commission of 6% on invoice price, 2% on any excess realized over invoice price less all commission. Gupta Appliances could not realize the sale proceeds of 3 fans.

Prepare the assignment Account and Goods Sent on Consignment Account in the books of the consignor and pass journal entries in the books of the consignee.

Q4. Better Prospect Ltd. Issued 30,000 shares of Rs. 10 each at a premium of Rs. 2 per share payable as follows:

Rs. 2 on application Rs. 5 on allotment (including premium) Rs. 5 on first and final call.

All the shares were applied for and allotted All the money were received with the exception of the first and the final call on 500 shares which were forfeited, 300 of these shares were re-issued as fully paid @ Rs. 8 per share.

- (i) Give the Journal Entries in the books of the company in respect of the above transactions.
- (ii) Show the Balance sheet.

Q5. On 1st January 2005, Amol of Mumbai sent goods costing Rs. 2,00,000 on consignment to Mahesh of Allahabad. Amol paid Rs. 10,000 towards freight and insurance. During transit, goods costing Rs. 1,000 were accidentally destroyed and a sum of Rs. 900 was realized from the Insurance Company. Mahesh had instructions to sell the goods at such a rate so as to get

20% profit on the cost. He was entitled to an ordinary commission of 5% on total sales and 2% del credere commission on credit sales, for guaranteeing the collection of sale proceeds.

During the year ended 31st December 2005, the following information was gathered from the Account Sales sent by Mahesh :

- (i) Total sales were Rs. 1,80,000, of which 50% were sold on credit and the remaining 50% were sold for cash.
- (ii) Expenses amounted to Rs. 1,500 towards godown rent and advertisements.
- (iii) Bad debts were Rs. 1,500.

You are required to :

- (a) Prepare a Consignment Account in the books of Amol.
- (b) Pass Journal Entries in the books of Mahesh.

Q6.

(A) X Ltd. Purchased assets of Y Ltd. As under:

Plant & Machinery of Rs20,00,000 at Rs18,00,000; Land & Building of Rs30,00,000 at Rs. 42,00,000 for purchase consideration of Rs55,00,000 and paid Rs10,00,000 in cash and remaining by issue of 8% Debentures of Rs100 each at a premium of 20%. Record the necessary entries in the books of X Ltd.

(B) G Ltd. Issued 40,000 10% Debentures of Rs50 each at a discount of 90% on 1 April, 2000, redeemable in four equal annual installments starting from 31st March, 2003. Securities Premium account shows a balance of Rs70,000. Compute the amount of discount to be written off and prepare the discount on issue of debentures account for the first three years. The financial year of the company ends on 31st March every year.

Q7. State two differences between interest on capital allowed to partners and interest on drawings charged to partners.