

- Strictly Confidential : (For Internal and Restricted Use Only)
Senior School Certificate Examination
March -2015-16
Marking Scheme - Accountancy (Foreign) 67/2/1, 67/2/2, 67/2/3

General Instructions:-

1. The Marking scheme provides general guidelines to reduce subjectivity in the marking. The answers for theory questions given in the marking scheme are suggested answers. The content is thus indicative. If a student has given any other answer which is different from the one given in the marking scheme but conveys the same meaning, such answers should be given full weightage.
2. Evaluation is to be done as per instructions provided in the Marking Scheme. It should not be done according to one's own interpretation or any other consideration Marking Scheme should be strictly adhered to and religiously followed.
3. The Head-Examiner has to go through the first five answer scripts evaluated by each evaluator to ensure that evaluation has been carried out as per the instructions given in the Marking Scheme. The remaining answer scripts meant for evaluation shall be given only after ensuring that there is no significant variation in the marking of individual evaluators.
4. If a question has parts, please award marks on the right hand side for each part. Marks awarded for different parts of the question should then be totalled up and written in the left hand margin and encircled.
5. If a question does not have any parts, marks must be awarded in the left hand margin and encircled.
6. If a student has attempted an extra question, answer of the question deserving more marks should be retained and other answer scored out.
7. No marks to be deducted for the cumulative effect of an error. It should be penalized only once.
8. Deductions up to 25% of the marks must be made if the student has not drawn formats of the Journal and Ledger and has not given the narrations.
9. In theory questions, credit is to be given for the content and not for the format.
10. A full scale of marks 1-80 has to be used. Please do not hesitate to award full marks if the answer deserves it.
11. No marks are to be deducted or awarded for writing / not writing 'TO and BY' while preparing Journal and Ledger accounts.
12. In compliance to the judgment of the Hon'ble Supreme Court of India, Board has decided to provide photocopy of the answer book(s) to the candidates who will apply for it along with the requisite fee from 2012 examination. Therefore, it is all the more important that the evaluation is done strictly as per the value points given in the marking scheme so that the Board could be in a position to defend the evaluation at any forum.
13. In the light of the above judgment instructions have been incorporated in the guidelines for Centre Superintendents to ensure that the answer books of all the appeared candidates have been sent to the Board's office and in the Guidelines for spot evaluation for the Examiners that they have to evaluate the answer books strictly in accordance with the value points given in the marking scheme and the correct set of the question paper. The examiner(s) shall also have to certify this.
14. Every Examiner should stay up to sufficiently reasonable time normally 5-6 hours every day and evaluate 20-25 answer books.
15. In the past it has been observed that the following are the common types of errors committed by the Examiners-
 - Leaving answer or part thereof unassessed in an answer script
 - Giving more marks for an answer than assigned to it or deviation from the marking scheme.
 - Wrong transference of marks from the inside pages of the answer book to the title page.
 - Wrong question wise totaling on the title page.
 - Wrong totaling of marks of the two columns on the title page
 - Wrong grand total
 - Marks in words and figures not tallying
 - Wrong transference to marks from the answer book to award list
 - Answers marked as correct but marks not awarded.
 - Half or a part of answer marked correct and the rest as wrong but no marks awarded.
16. While evaluating the answer scripts if the answer is found to be totally incorrect, it should be marked as (X) and awarded zero(0) Marks.
17. Any unassessed portion, non-carrying over of marks to the title page or totaling error detected by the candidate shall damage the prestige of all the personnel engaged in the evaluation work as also of the Board. Hence in order to uphold the prestige of all concerned, It is again reiterated that the instructions be followed meticulously and judiciously.
18. The Examiners should acquaint themselves with the guidelines given in the Guidelines for Spot Evaluation before starting the actual evaluation.
19. Every Examiner shall also ensure that all the answers are evaluated, marks carried over to the title page, correctly totaled and written in figures and words.

Q. Set No.			Marking Scheme 2015-16 Accountancy (055) Foreign – 67/2/1 Expected Answers / Value points				Distribution of marks																														
67/2/1	67/2/2	67/2/3																																			
1	6	5	Q. Name the Act.....firm can have? Ans. <ul style="list-style-type: none"> • Companies Act, 2013 • Maximum number of partners : 50 				½ + ½ = 1 Mark																														
2	5	6	Q. Ram, Mohan & Sohan.....Hari. Ans. Ram's share = $5/10 - 3/25 = 19/50$ Mohan's share = $3/10 - 2/25 = 11/50$ Sohan's share = $2/10 \times 5/5 = 10/50$ } ½ Hari's share = $1/5 \times 10/10 = 10/50$ Thus, the New Profit sharing ratio for Ram, Mohan, Sohan and Hari will be = 19:11:10:10 ½				= 1 Mark																														
3	-	1	Q. Distinguish.....court's intervention. Ans. <table border="1"> <thead> <tr> <th>Basis</th> <th>Dissolution of partnership</th> <th>Dissolution of partnership firm</th> </tr> </thead> <tbody> <tr> <td>Court's Intervention</td> <td>Court does not intervene because partnership is dissolved by mutual agreement.</td> <td>A firm can be dissolved by the court's order.</td> </tr> </tbody> </table>				Basis	Dissolution of partnership	Dissolution of partnership firm	Court's Intervention	Court does not intervene because partnership is dissolved by mutual agreement.	A firm can be dissolved by the court's order.	1 Mark																								
Basis	Dissolution of partnership	Dissolution of partnership firm																																			
Court's Intervention	Court does not intervene because partnership is dissolved by mutual agreement.	A firm can be dissolved by the court's order.																																			
4	3	2	Q. State the.....Redemption Reserve. Ans. According to the provisions of the Companies Act, 2013, the companies are required to create Debenture Redemption Reserve of <u>at least 25% of the face value of debentures before the redemption of debentures commences.</u>				1 Mark																														
5	2	3	Q. On 15-1-2016..... of the company. Ans. <p style="text-align: center;">New India Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016</td> <td>Bank A/c Dr.</td> <td></td> <td>39,800</td> <td></td> </tr> <tr> <td>Jan 15</td> <td>Calls in Arrears A/c Dr.</td> <td></td> <td>2,000</td> <td></td> </tr> <tr> <td></td> <td>To Equity Share first call A/c</td> <td></td> <td></td> <td>40,000</td> </tr> <tr> <td></td> <td>To Calls in advance A/c</td> <td></td> <td></td> <td>1,800</td> </tr> <tr> <td></td> <td>(Being call money received except on 500 shares and received advance on 600 shares)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2016	Bank A/c Dr.		39,800		Jan 15	Calls in Arrears A/c Dr.		2,000			To Equity Share first call A/c			40,000		To Calls in advance A/c			1,800		(Being call money received except on 500 shares and received advance on 600 shares)				1 Mark
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2016	Bank A/c Dr.		39,800																																		
Jan 15	Calls in Arrears A/c Dr.		2,000																																		
	To Equity Share first call A/c			40,000																																	
	To Calls in advance A/c			1,800																																	
	(Being call money received except on 500 shares and received advance on 600 shares)																																				
6	1	4	Q. A and B.....were fixed. Ans. <p style="text-align: center;">Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>A's Current A/c Dr.</td> <td></td> <td>700</td> <td></td> </tr> <tr> <td>Mar 31</td> <td>To Interest on Drawings A/c</td> <td></td> <td></td> <td>700</td> </tr> <tr> <td></td> <td>(Being Interest on drawings charged)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2015	A's Current A/c Dr.		700		Mar 31	To Interest on Drawings A/c			700		(Being Interest on drawings charged)				1 Mark										
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2015	A's Current A/c Dr.		700																																		
Mar 31	To Interest on Drawings A/c			700																																	
	(Being Interest on drawings charged)																																				

7	10	10	<p>Q. TRK Ltd.9% . Ans. (a)</p> <p style="text-align: center;">TRK Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 55%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)</td> <td></td> <td style="text-align: right;">74,399</td> <td style="text-align: right;">74,399</td> </tr> <tr> <td>2016 Jan 1</td> <td>9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)</td> <td></td> <td style="text-align: right;">74,399 7,670</td> <td style="text-align: right;">76,700 5,369</td> </tr> <tr> <td colspan="5" style="text-align: center;">OR</td> </tr> <tr> <td></td> <td>9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)</td> <td></td> <td style="text-align: right;">74,399 2,301 5,369</td> <td style="text-align: right;">76,700 5,369</td> </tr> </tbody> </table> <p>(b)</p> <p style="text-align: center;">TRK Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 55%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)</td> <td></td> <td style="text-align: right;">79,768</td> <td style="text-align: right;">79,768</td> </tr> <tr> <td>2016 Jan 1</td> <td>9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)</td> <td></td> <td style="text-align: right;">79,768 6,903</td> <td style="text-align: right;">76,700 6,903 3,068</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		74,399	74,399	2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 7,670	76,700 5,369	OR						9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 2,301 5,369	76,700 5,369	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		79,768	79,768	2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)		79,768 6,903	76,700 6,903 3,068	<p>½</p> <p>1</p> <p>½</p> <p>1</p> <p>=</p> <p>3 Marks</p>
Date	Particulars	LF	Dr (₹)	Cr (₹)																																								
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		74,399	74,399																																								
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 7,670	76,700 5,369																																								
OR																																												
	9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 2,301 5,369	76,700 5,369																																								
Date	Particulars	LF	Dr (₹)	Cr (₹)																																								
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		79,768	79,768																																								
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)		79,768 6,903	76,700 6,903 3,068																																								
8	-	7	<p>Q. Why should assets.....giving examples? Ans. The book value of the assets and liabilities may be different from the present value/ market value of assets and liabilities, that is why the assets are revalued and liabilities are reassessed on the reconstitution of a partnership firm. Example(minimum two):</p> <ul style="list-style-type: none"> • Change in value of land on the admission of a new partner. • Change in value of machinery on the change in profit sharing ratio amongst existing partners (or any other such circumstance) 	<p>1 x 3 = 3 Marks</p>																																								
9	8	8	<p>Q. B Ltd..... books of B Ltd. Ans.</p>																																									

			B Ltd. Journal																								
			Date	Particulars	L F	Dr (₹)	Cr (₹)																				
				Sundry Assets A/c To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)	Dr.	14,00,000	4,00,000 9,19,000 81,000	1 ½																			
				C Ltd. A/c To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)	Dr.	9,19,000	17,000 8,20,000 82,000	1 ½																			
								=																			
								3 Marks																			
10	7	9	Q. To provide employment.....to the society. Ans. <div style="text-align: center;">Thermal Power Energies Ltd. Journal</div> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Date</th> <th style="text-align: center;">Particulars</th> <th style="text-align: center;">LF</th> <th style="text-align: center;">Dr (₹)</th> <th style="text-align: center;">Cr (₹)</th> <th></th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)</td> <td style="text-align: right;">Dr.</td> <td style="text-align: right;">2,89,00,000</td> <td style="text-align: right;">2,89,00,000</td> <td style="text-align: center;">½</td> </tr> <tr> <td></td> <td>Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)</td> <td></td> <td style="text-align: right;">2,89,00,000</td> <td style="text-align: right;">1,00,00,000 1,19,00,000 70,00,000</td> <td style="text-align: center;">½</td> </tr> </tbody> </table> <p>Values (Any Two):</p> <ol style="list-style-type: none"> 1. Providing employment opportunities. 2. Development of backward areas. 3. Helping the young people to undertake developmental activities. 4. Promoting peace and harmony in the society. <p style="text-align: center;">(Or Any other correct value)</p>					Date	Particulars	LF	Dr (₹)	Cr (₹)			Bank A/c To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)	Dr.	2,89,00,000	2,89,00,000	½		Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000	½		2 = 3 Marks
Date	Particulars	LF	Dr (₹)	Cr (₹)																							
	Bank A/c To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)	Dr.	2,89,00,000	2,89,00,000	½																						
	Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000	½																						
11	-	11	Q. E and F.....year ended 31-3-2015. Ans.																								

Profit & Loss Appropriation A/c of E, F and G			
Dr.		Cr.	
For the year ended 31st March 2015			
Particulars	Amount (₹)	Particulars	Amount (₹)
To Partners' Capital: (transfer of profit)		By Profit and loss A/c (net profit) (1)	2,70,000
E - 1,51,200			
Less Deficiency- <u>1,800</u>	(1) 1,49,400		
F- 64,800			
Less Deficiency- <u>4,200</u>	(1) 60,600		
G- 54,000			
Add from E 1,800			
From F <u>4,200</u>	(1) 60,000		
	<u>2,70,000</u>		<u>2,70,000</u>

= 4 Marks

12	-	12	<p>Q. Geeta, Sita and Meeta.....Geeta's Death.</p> <p>Ans.</p> <p style="text-align: center;">Journal of Geeta, Seeta and Meeta</p> <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 50%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 20%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015 Jun 30</td> <td>Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)</td> <td></td> <td style="text-align: right;">1,11,000 74,000</td> <td style="text-align: right;">1,85,000</td> </tr> <tr> <td>Jun 30</td> <td>Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)</td> <td></td> <td style="text-align: right;">6,000</td> <td style="text-align: right;">6,000</td> </tr> <tr> <td colspan="5" style="text-align: center;">OR</td> </tr> <tr> <td></td> <td>Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)</td> <td></td> <td style="text-align: right;">6,000 3,600 2,400</td> <td style="text-align: right;">12,000</td> </tr> <tr> <td>Jun 30</td> <td>Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)</td> <td></td> <td style="text-align: right;">10,000</td> <td style="text-align: right;">10,000</td> </tr> <tr> <td>Jun 30</td> <td>Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)</td> <td></td> <td style="text-align: right;">1,84,000</td> <td style="text-align: right;">1,84,000</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2015 Jun 30	Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)		1,11,000 74,000	1,85,000	Jun 30	Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000	6,000	OR						Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000 3,600 2,400	12,000	Jun 30	Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)		10,000	10,000	Jun 30	Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)		1,84,000	1,84,000	1 1 1 1 = 4 Marks
Date	Particulars	LF	Dr (₹)	Cr (₹)																																			
2015 Jun 30	Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)		1,11,000 74,000	1,85,000																																			
Jun 30	Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000	6,000																																			
OR																																							
	Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000 3,600 2,400	12,000																																			
Jun 30	Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)		10,000	10,000																																			
Jun 30	Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)		1,84,000	1,84,000																																			

13	-	-	<p>Q. K and P were..... in the books of K and P.</p> <p>Ans.</p> <p style="text-align: center;">Journal of K and P</p> <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 50%;">Particulars</th> <th style="width: 5%;">L F</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 20%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan31</td> <td>Bank A/c Dr. To Realisation A/c (Being payment received from creditors)</td> <td></td> <td style="text-align: right;">3,80,000</td> <td style="text-align: right;">3,80,000</td> </tr> </tbody> </table>	Date	Particulars	L F	Dr (₹)	Cr (₹)	2016 Jan31	Bank A/c Dr. To Realisation A/c (Being payment received from creditors)		3,80,000	3,80,000	1 ½
Date	Particulars	L F	Dr (₹)	Cr (₹)										
2016 Jan31	Bank A/c Dr. To Realisation A/c (Being payment received from creditors)		3,80,000	3,80,000										

2016 Jan31	No Entry				
2016 Jan31	Realisation A/c To Bank A/c (Being partial payment made to creditors through bank draft)	Dr.		43,000	43,000
2016 Jan31	Realisation A/c To P's Capital A/c (Being P compensated for realisation expenses)	Dr.		2,000	2,000

1 ½

1 ½

1 ½
=

6 Marks

14 15 - Q. Ajay, Aman and Anand.....the reconstituted firm.

Ans.

Revaluation A/c			
Dr.		Cr.	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Building A/c (½)	27,000	By Land A/c (½)	60,000
To Partners' Capital A/c: (transfer of profit)		By Creditors A/c (½)	15,000
Ajay 24,000	} (½)		
Aman 4,800			
Anand 19,200		48,000	
	<u>75,000</u>		<u>75,000</u>

2

Partner's Capital A/c							
Dr.				Cr.			
Particulars	Ajay ₹	Aman ₹	Anand ₹	Particulars	Ajay ₹	Aman ₹	Anand ₹
(½) To Ajay's Capital A/c	---	30,000	---	By Balance b/d	5,00,000	1,00,000	1,60,000
To Anand's Capital A/c	---	12,000	---	By Revaluation A/c	24,000	4,800	19,200
(½) To Balance c/d	6,59,000	83,800	2,75,200	By General Reserve A/c	1,05,000	21,000	84,000 (½)
				By Aman's Capital A/c	30,000	---	12,000 (½)
	<u>6,59,000</u>	<u>1,25,800</u>	<u>2,75,200</u>		<u>6,59,000</u>	<u>1,25,800</u>	<u>2,75,200</u>

2

**Balance Sheet of Ajay, Aman and Anand
as at 1st April 2015**

Liabilities		Amt (₹)	Assets		Amt (₹)
Creditors } (½)		1,32,000	Land } (½)		6,00,000
Bills Payable } (½)		33,000	Building } (½)		2,43,000
Capitals:			Plant } (½)		1,90,000
Ajay 6,59,000			Stock } (½)		75,000
Aman 83,800			Debtors } (½)		60,000
Anand 2,75,200		10,18,000	Bank } (½)		15,000
		<u>11,83,000</u>			<u>11,83,000</u>

2
=

6 Marks

Working notes:

Ajay's Sacrifice/ Gain = $5/10 - 1/3 = 5/30$ (Sacrifice)Aman's Sacrifice/ Gain = $1/10 - 1/3 = -7/30$ (Gain)Anand's Sacrifice/ Gain = $4/10 - 1/3 = 2/30$ (Sacrifice)

15 14 15

Q. On 1-4-2013.....books of the company.

Ans.

(i)

NK Ltd.

Journal

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2014 Apr 1	Own Debentures A/c Dr. To Bank A/c (Being purchase of 5000 own debentures for ₹ 102 each)		5,10,000	5,10,000
2014 Apr 1	9% Debenture A/c Dr. Loss on Redemption of Debenture A/c Dr. To Own Debenture A/c (Being redemption of debentures)		5,00,000 10,000	5,10,000
2015 Mar31	Statement of Profit & Loss Dr. To Loss on Redemption of Debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)		10,000	10,000

½

1

½

=

2 marks

(ii)

NK Ltd.

Journal

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2015 Apr 1	9% Debentures A/c Dr. To Debenture holders A/c (Being payment due to debenture holders on redemption)		3,00,000	3,00,000
2015 Apr 1	Debenture holders A/c Dr. To Bank A/c (Being payment due to debenture holders discharged)		3,00,000	3,00,000

1

1

=

2 marks

(iii)

NK Ltd.

Journal

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2016 Feb17	Own Debenture A/c Dr. To Bank A/c (Being purchase of own debentures)		5,99,500	5,99,500
2016 Feb17	9% Debenture A/c Dr. To Own Debenture A/c To Profit on Redemption of Debentures A/c (Being redemption of debentures)		7,00,000	5,99,500 1,00,500
2016 Mar31	Profit on Redemption of Debentures A/c Dr. To Capital Reserve A/c (Being transfer of profit on redemption of debentures to capital reserve)		1,00,500	1,00,500

½

1

½

=2 marks

=2+2+2

=6 Marks

16	17	16	Q. JS Ltd.....books of JS Ltd.					
			Ans.					
			JS Ltd.					
			Journal					
			Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)	
				Bank A/c Dr. To Equity Share Application A/c (Being application money received on shares)		6,40,000	6,40,000	½
				Equity Share Application A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Being application money transferred to share capital A/c)		6,40,000	2,40,000 80,000 1,60,000 1,60,000	1
				Equity Share Allotment A/c Dr. To Equity Share Capital A/c To Securities premium reserve A/c (Being share allotment made due)		4,80,000	2,40,000 2,40,000	½
				Bank A/c Dr. To Equity share allotment a/c (Being allotment money received except on 400 shares)		3,18,400	3,18,400	1
				OR				
				Bank A/c Dr. Calls in arrears A/c Dr. To Equity Share Allotment A/c (Being allotment money received except on 400 shares)		3,18,400 1,600	3,20,000	1
				Equity Share Capital A/c Dr. Securities Premium Reserve A/c Dr. To Share Forfeited A/c To Equity share allotment A/c/ Calls in arrears A/c (Being 400 shares of Raman forfeited after allotment)		2,400 1,200	2,000 1,600	1
				Equity Share First & Final call A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c (Being first & final call due on 79,600 shares)		4,77,600	3,18,400 1,59,200	½
				Bank A/c Dr. To Equity share first and final call a/c (Being first & final call money received except on 800 shares)		4,72,800	4,72,800	1
				OR				
				Bank A/c Dr. Calls in arrears A/c Dr. To Equity share first and final call A/c (Being first & final call money received except on 800 shares)		4,72,800 4,800	4,77,600	1

			Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeited A/c To Equity Share first and final call /Calls in arrears A/c (Being 800 shares of Veer forfeited)	Dr. Dr.	8,000 1,600		4,800 4,800	1
			Bank A/c Shares forfeited A/c To Equity Share Capital A/c (Being 500 shares reissued for ₹ 8 per share fully paid up)	Dr. Dr.	4,000 1,000		5,000	½
			Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.	1,600		1,600	1 = 8 Marks

16 OR	17 OR	16 OR	Q. RS Ltd.blanks. Ans. <p style="text-align: center;">RS Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 50%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr. Amt (₹)</th> <th style="width: 15%;">Cr. Amt (₹)</th> <th style="width: 5%;"></th> </tr> </thead> <tbody> <tr> <td>2015 Jan10</td> <td>Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)</td> <td>Dr.</td> <td>1,75,000</td> <td>1,75,000</td> <td>½</td> </tr> <tr> <td>Jan16</td> <td>Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)</td> <td>Dr.</td> <td>1,75,000</td> <td>75,000 50,000 20,000 30,000</td> <td>1</td> </tr> <tr> <td>Jan31</td> <td>Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)</td> <td>Dr.</td> <td>1,00,000</td> <td>1,00,000</td> <td>½</td> </tr> <tr> <td>Feb20</td> <td>Bank A/c To Equity share allotment a/c (Balance amount received on allotment)</td> <td>Dr.</td> <td>70,000</td> <td>70,000</td> <td>1</td> </tr> <tr> <td>Apr01</td> <td>Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)</td> <td>Dr.</td> <td>75,000</td> <td>75,000</td> <td>1</td> </tr> <tr> <td>Apr20</td> <td>Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except</td> <td>Dr. Dr.</td> <td>73,500 1,500</td> <td>75,000</td> <td>1</td> </tr> </tbody> </table>					Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)		2015 Jan10	Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)	Dr.	1,75,000	1,75,000	½	Jan16	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)	Dr.	1,75,000	75,000 50,000 20,000 30,000	1	Jan31	Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)	Dr.	1,00,000	1,00,000	½	Feb20	Bank A/c To Equity share allotment a/c (Balance amount received on allotment)	Dr.	70,000	70,000	1	Apr01	Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)	Dr.	75,000	75,000	1	Apr20	Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except	Dr. Dr.	73,500 1,500	75,000	1
Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)																																													
2015 Jan10	Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)	Dr.	1,75,000	1,75,000	½																																												
Jan16	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)	Dr.	1,75,000	75,000 50,000 20,000 30,000	1																																												
Jan31	Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)	Dr.	1,00,000	1,00,000	½																																												
Feb20	Bank A/c To Equity share allotment a/c (Balance amount received on allotment)	Dr.	70,000	70,000	1																																												
Apr01	Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)	Dr.	75,000	75,000	1																																												
Apr20	Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except	Dr. Dr.	73,500 1,500	75,000	1																																												

	on 500 shares)				
Aug27	Equity Share capital A/c To Shares Forfeited A/c To Calls in arrears A/c (Forfeited the shares on which call money was not received)	Dr.	5,000	3,500 1,500	1
Oct03	Bank A/c Shares Forfeited A/c To Equity Share Capital A/c (Re-issued the forfeited shares @ ₹ 8 per share fully paid up))	Dr. Dr.	4,000 1,000	5,000	1
2016 Mar31	Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.	2,500	2,500	1

=
8 Marks

17 16 17

Q. P, Q and R.....P, Q, R and S.
Ans.

Revaluation A/c

Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Investments A/c $\frac{1}{2}$	26,000	By Creditors A/c $\frac{1}{2}$	9,000
To Machinery A/c $\frac{1}{2}$	18,000	By Partners' Capital A/c (transfer of loss)	
		P	17,500
		Q	11,667
		R	5,833
			$\frac{1}{2}$ 35,000
	44,000		44,000

2

Partner's Capital A/c

Dr					Cr				
Particulars	P	Q	R	S	Particulars	P	Q	R	S
To Revaluation A/c $\frac{1}{2}$	17,500	11,667	5,833	---	By Balance b/d	1,80,000	1,20,000	60,000	---
To Balance c/d $\frac{1}{2}$	2,39,000	1,29,333	64,667	86,600	By Bank A/c	-	-	-	86,600
					By General Reserve A/c	31,500	21,000	10,500	---
					By premium for goodwill A/c	45,000	---	---	---
	2,56,500	1,41,000	70,500	86,600		2,56,500	1,41,000	70,500	86,600

$\frac{1}{2}$

$\frac{1}{2}$

3

$\frac{1}{2}$

**Balance Sheet of P, Q, R and S
as at 31st March 2015**

Liabilities	Amt (₹)	Assets	Amt (₹)
Creditors $\frac{1}{2}$	2,43,000	Bank $\frac{1}{2}$	1,82,600
Partners' Capitals :		Debtors $\frac{1}{2}$	69,000
P	2,39,000	Investment $\frac{1}{2}$	64,000
Q	1,29,333	Machinery $\frac{1}{2}$	87,000
R	64,667	Furniture $\frac{1}{2}$	30,000
S	86,600	Stock $\frac{1}{2}$	3,30,000
	5,19,600		
	7,62,600		7,62,600

3

=

8 Marks

17 OR
16 OR
17 OR

Q. A, B and C.....of A and C.
Ans.

Revaluation A/c

Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Claim for workmen compensation A/c	12,000	By Provision for bad debts A/c	3,000
		By Partners' Capital A/c's: (Loss on revaluation)	
		A	4,500
		B	2,700
		C	1,800
	<u>12,000</u>		<u>12,000</u>

Partner's Capital A/c

Dr				Cr			
Particulars	A (₹)	B (₹)	C (₹)	Particulars	A (₹)	B (₹)	C (₹)
To Revaluation A/c	4,500	2,700	1,800	By Balance b/d	1,50,000	1,20,000	60,000
To B's Capital A/c	15,300	---	30,600	By Investment Fluctuation Fund	15,000	9,000	6,000
To Cash A/c	---	24,600	---	By Profit & Loss A/c	60,000	36,000	24,000
To B's Loan A/c	---	1,83,600	---	By A's capital A/c	---	15,300	---
To A's Current A/c	47,520	---	---	By C's Capital A/c	---	30,600	---
To Balance c/d	1,57,680	---	1,05,120	By C's Current A/c	---	---	47,520
	<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>		<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>

**Balance Sheet of A, B and C
As at 31st March 2015**

Liabilities	Amt (₹)	Assets	Amt (₹)
Partners' Capitals :		Land & Building	1,86,000
A	1,57,680	Motor Van	60,000
C	<u>1,05,120</u>	Investment	57,000
		Machinery	36,000
A's Current A/c	47,520	Stock	45,000
B's Loan	1,83,600	Debtors	1,20,000
Creditors	63,000	Less: Provision	<u>6,000</u>
Claim for Workmen Compensation	12,000	Cash	23,400
		C's Current A/c	47,520
	<u>5,68,920</u>		<u>5,68,920</u>

2

3

1

3

=

8 Marks

COMPARATIVE STATEMENT OF PROFIT & LOSS
For the years ended 31st March 2014 and 2015

Particulars	Note No.	2013-14 (₹)	2014-15 (₹)	Absolute Change	Percentage Change (%)
(i) Revenue from Operations		34,00,000	75,00,000	41,00,000	120.59
(ii) Add: other income		3,00,000	1,50,000	(1,50,000)	50
(iii) Total Revenue (i)+(ii)		37,00,000	76,50,000	39,50,000	106.76
(iv) Less: Expenses					
Employee Benefit Expenses		22,20,000	45,90,000	23,70,000	106.76
Other Expenses		2,22,000	4,59,000	2,37,000	106.76
Total Expenses		24,42,000	50,49,000	26,07,000	106.76
(v) Profit before Tax (iii)-(iv)		12,58,000	26,01,000	13,43,000	106.76
(vi) Less: Tax		6,29,000	10,40,400	4,11,400	66.41
(vii) Profit after tax		6,29,000	15,60,600	9,31,600	148.11

Values (any two):

1. Promoting environment friendly ways of supplying energy
2. Development of rural areas
3. Infrastructural development in rural areas to increase accessibility
4. Promoting use of indigenous resources
5. Providing employment opportunities

(or any other correct value)

1

1

1

½ + ½

=

4 Marks

23 23 23

Q. Following is the.....prepare a Cash Flow Statement.

Ans.

Cash Flow Statement of SN Ltd.
For the year ended 31st March 2015 as per AS-3 (Revised)

Particulars	Details (₹)	Amount (₹)
<u>A. Cash Flows from Operating Activities:</u>		
Net Profit before tax & extraordinary items (note 1)	1,50,000	
<u>Add: Non cash and non-operating charges</u>		
Goodwill written off	5,000	
Depreciation on machinery	49,500	
Interest on debentures	<u>30,000</u>	
<i>Operating profit before working capital changes</i>	2,34,500	
<u>Less: Increase in Current Assets</u>		
Increase in stock in trade	<u>(31,000)</u>	
<i>Cash from operations</i>	2,03,500	
Less: tax paid	<u>(35,000)</u>	
Net Cash generated from Operating Activities		1,68,500
<u>B. Cash flows from Investing Activities :</u>		
Purchase of machinery	(1,91,000)	
Purchase of non current investments	<u>(12,500)</u>	
Net Cash used in investing activities		(2,03,500)
<u>C. Cash flows from Financing Activities:</u>		
Issue of share capital	50,000	
Redemption of 12% debentures	(25,000)	
Interest on debentures paid	(30,000)	
Bank overdraft raised	<u>50,000</u>	
Net Cash flow from financing activities		45,000
Net increase in cash & cash equivalents (A+B+C)		10,000
<u>Add: Opening balance of cash & cash equivalents</u>		
Current Investments	30,000	
Cash and Cash Equivalents	<u>30,000</u>	
		60,000
Closing Balance of cash & cash equivalents		
Current Investments	25,000	
Cash and Cash Equivalents	<u>45,000</u>	
		70,000

Notes:

Calculation of Net Profit before tax:

Net profit as per statement of Profit & Loss	1,25,000	+
Add: Provision for tax made	<u>25,000</u>	
Net Profit before tax & extraordinary items	<u>1,50,000</u>	

Provision for tax A/c

Particulars	₹	Particulars	₹
To Bank A/c (Tax Paid)	35,000	By Balance b/d	45,000
To balance c/d	35,000	By Statement of P/L (Bal fig.)	25,000
	<u>70,000</u>		<u>70,000</u>

1

=

6 Marks

PART C				
(Computerized Accounting)				
18	19	19	Q. What is meant.....example. Ans. Cell address is unique identification of a cell on the spreadsheet. As G8 would imply eighth row under the column G.	1 mark
19	18	18	Q. What is meant by 'Data Validation'? Ans. Data Validation is the process of ensuring that a program operates on clean, correct and useful data. It uses validation rules and constraints to check for the correctness, meaningfulness and security of data that are input to the system.	1 Mark
20	21	22	Q. "A customizedExplain, how?" Ans. The customized accounting software is developed: <ul style="list-style-type: none"> • To meet special requirement of user. • Suitable for large and medium organisations. • Can be linked to other information systems. • Their cost of development and maintenance is comparatively high. • They can be modified according to the needs. New content can be added and obsolete commands can be deleted. • Specific provisions can be made regarding users and their authentication. 	= 4 Marks
21	22	20	Q. Internal manipulation.....accounting. How? Ans. Internal manipulation of accounting records is much easier due to following reasons: <ul style="list-style-type: none"> • Defective logical sequence at programming stage. • Prone to hacking. (with example and explanation) 	2 X 2 = 4 Marks
22	20	21	Q. What is meant byadvantages. Ans. DBMS is a collection of programs that help a business to create and maintain a database. It is a general purpose software system that facilitates the process of defining, constructing and manipulating database for various applications. Advantages of DBMS (Any two) with explanation: <ol style="list-style-type: none"> 1. Reduce data redundancy 2. Information protection 3. Data dictionary management 4. Greater consistency 5. Reduced cost 6. Backup and recovery facility 7. Conditionality of data is maintained 	2 Marks + 1 X 2 2 Marks = 4 Marks
23	-	-	Q. Sachin is a non.....per month. Ans. <ol style="list-style-type: none"> 1. = E11XF11/28 Where E11 is basic pay and F11 is number of effective working days which are 27.5 in this case. 2. =G11X55% Where G11 is the basic pay earned in part 1 3. = IF(C11="Nsup",G11X10%,IF(C11="Sup"X25%,0)) 4. =IF(C11"Nsup",2000,IF(C11="Sup",3000,0)) 	1 ½ X 4 = 6 Marks

Q. Set No.			Marking Scheme 2015-16 Accountancy (055) Foreign – 67/2/2 Expected Answers / Value points				Distribution of marks																														
67/ 2/1	67/ 2/2	67/ 2/3																																			
6	1	4	Q. A and B.....were fixed. Ans. <p style="text-align: center;">Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>A's Current A/c</td> <td>Dr.</td> <td>700</td> <td></td> </tr> <tr> <td>Mar 31</td> <td>To Interest on Drawings A/c (Being Interest on drawings charged)</td> <td></td> <td></td> <td>700</td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2015	A's Current A/c	Dr.	700		Mar 31	To Interest on Drawings A/c (Being Interest on drawings charged)			700	=															
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2015	A's Current A/c	Dr.	700																																		
Mar 31	To Interest on Drawings A/c (Being Interest on drawings charged)			700																																	
							1 Mark																														
5	2	3	Q. On 15-1-2016..... of the company. Ans. <p style="text-align: center;">New India Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016</td> <td>Bank A/c</td> <td>Dr.</td> <td>39,800</td> <td></td> </tr> <tr> <td>Jan 15</td> <td>Calls in Arrears A/c</td> <td>Dr.</td> <td>2,000</td> <td></td> </tr> <tr> <td></td> <td>To Equity Share first call A/c</td> <td></td> <td></td> <td>40,000</td> </tr> <tr> <td></td> <td>To Calls in advance A/c</td> <td></td> <td></td> <td>1,800</td> </tr> <tr> <td></td> <td>(Being call money received except on 500 shares and received advance on 600 shares)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2016	Bank A/c	Dr.	39,800		Jan 15	Calls in Arrears A/c	Dr.	2,000			To Equity Share first call A/c			40,000		To Calls in advance A/c			1,800		(Being call money received except on 500 shares and received advance on 600 shares)				=
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2016	Bank A/c	Dr.	39,800																																		
Jan 15	Calls in Arrears A/c	Dr.	2,000																																		
	To Equity Share first call A/c			40,000																																	
	To Calls in advance A/c			1,800																																	
	(Being call money received except on 500 shares and received advance on 600 shares)																																				
							1 Mark																														
4	3	2	Q. State the.....Redemption Reserve. Ans. According to the provisions of the Companies Act, 2013, the companies are required to create Debenture Redemption Reserve of <u>at least 25% of the face value of debentures before the redemption of debentures commences.</u>				=																														
							1 Mark																														
-	4	-	Q. Distinguish.....economic relationship'. Ans. <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Basis</th> <th>Dissolution of partnership</th> <th>Dissolution of partnership firm</th> </tr> </thead> <tbody> <tr> <td>Economic relationship</td> <td>Economic relationship between the partners continues though in a changed form.</td> <td>Economic relationship between the partners comes to an end.</td> </tr> </tbody> </table>				Basis	Dissolution of partnership	Dissolution of partnership firm	Economic relationship	Economic relationship between the partners continues though in a changed form.	Economic relationship between the partners comes to an end.	=																								
Basis	Dissolution of partnership	Dissolution of partnership firm																																			
Economic relationship	Economic relationship between the partners continues though in a changed form.	Economic relationship between the partners comes to an end.																																			
							1 Mark																														
2	5	6	Q. Ram, Mohan & Sohan.....Hari. Ans. $\left. \begin{aligned} \text{Ram's share} &= 5/10 - 3/25 = 19/50 \\ \text{Mohan's share} &= 3/10 - 2/25 = 11/50 \\ \text{Sohan's share} &= 2/10 \times 5/5 = 10/50 \end{aligned} \right\} \frac{1}{2}$ $\text{Hari's share} = 1/5 \times 10/10 = 10/50$ <p>Thus, the New Profit sharing ratio for Ram, Mohan, Sohan and Hari will be = 19:11:10:10 $\frac{1}{2}$</p>				=																														
							1 Mark																														
1	6	5	Q. Name the Act.....firm can have? Ans. <ul style="list-style-type: none"> • Companies Act, 2013 • Maximum number of partners : 50 				$\frac{1}{2} +$ $\frac{1}{2}$ =1 Mark																														
10	7	9	Q. To provide employment.....to the society.																																		

			<p>Ans.</p> <p style="text-align: center;">Thermal Power Energies Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)</td> <td></td> <td>2,89,00,000</td> <td>2,89,00,000</td> </tr> <tr> <td></td> <td>Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)</td> <td></td> <td>2,89,00,000</td> <td>1,00,00,000 1,19,00,000 70,00,000</td> </tr> </tbody> </table> <p>Values (Any Two):</p> <ol style="list-style-type: none"> 1. Providing employment opportunities. 2. Development of backward areas. 3. Helping the young people to undertake developmental activities. 4. Promoting peace and harmony in the society. <p>(Or Any other correct value)</p>	Date	Particulars	LF	Dr (₹)	Cr (₹)		Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)		2,89,00,000	2,89,00,000		Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000	<p style="text-align: right;">½</p> <p style="text-align: right;">½</p> <p style="text-align: right;">2 = 3 Marks</p>
Date	Particulars	LF	Dr (₹)	Cr (₹)															
	Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)		2,89,00,000	2,89,00,000															
	Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000															
9	8	8	<p>Q. B Ltd..... books of B Ltd.</p> <p>Ans.</p> <p style="text-align: center;">B Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>L F</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)</td> <td></td> <td>14,00,000</td> <td>4,00,000 9,19,000 81,000</td> </tr> <tr> <td></td> <td>C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)</td> <td></td> <td>9,19,000</td> <td>17,000 8,20,000 82,000</td> </tr> </tbody> </table>	Date	Particulars	L F	Dr (₹)	Cr (₹)		Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)		14,00,000	4,00,000 9,19,000 81,000		C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)		9,19,000	17,000 8,20,000 82,000	<p style="text-align: right;">1 ½</p> <p style="text-align: right;">1 ½</p> <p style="text-align: right;">= 3 Marks</p>
Date	Particulars	L F	Dr (₹)	Cr (₹)															
	Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)		14,00,000	4,00,000 9,19,000 81,000															
	C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)		9,19,000	17,000 8,20,000 82,000															
-	9	-	<p>Q. List the circumstances.....may arise.</p> <p>Ans.</p> <p>The need for the valuation of goodwill in partnership may arise in the following circumstances (Any three)</p> <ul style="list-style-type: none"> • Change in the profit sharing ratio amongst the existing partners. • Dissolution of a firm involving sale of business as a going concern • Amalgamation of partnership firms. • Admission of a new partner. • Retirement of a partner. • Death of a partner. 	<p style="text-align: right;">1 x 3 = 3 Marks</p>															

7	10	10	<p>Q. TRK Ltd.9% . Ans. (a)</p> <p style="text-align: center;">TRK Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)</td> <td></td> <td>74,399</td> <td>74,399</td> </tr> <tr> <td>2016 Jan 1</td> <td>9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)</td> <td></td> <td>74,399 7,670</td> <td>76,700 5,369</td> </tr> <tr> <td colspan="5" style="text-align: center;">OR</td> </tr> <tr> <td></td> <td>9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)</td> <td></td> <td>74,399 2,301 5,369</td> <td>76,700 5,369</td> </tr> </tbody> </table> <p>(b)</p> <p style="text-align: center;">TRK Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)</td> <td></td> <td>79,768</td> <td>79,768</td> </tr> <tr> <td>2016 Jan 1</td> <td>9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)</td> <td></td> <td>79,768 6,903</td> <td>76,700 6,903 3,068</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		74,399	74,399	2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 7,670	76,700 5,369	OR						9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 2,301 5,369	76,700 5,369	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		79,768	79,768	2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)		79,768 6,903	76,700 6,903 3,068	<p style="text-align: right;">½</p> <p style="text-align: right;">1</p> <p style="text-align: right;">½</p> <p style="text-align: right;">1</p> <p style="text-align: right;">=</p> <p style="text-align: right;">3 Marks</p>
Date	Particulars	LF	Dr (₹)	Cr (₹)																																								
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		74,399	74,399																																								
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 7,670	76,700 5,369																																								
OR																																												
	9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 2,301 5,369	76,700 5,369																																								
Date	Particulars	LF	Dr (₹)	Cr (₹)																																								
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		79,768	79,768																																								
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)		79,768 6,903	76,700 6,903 3,068																																								
-	11	-	<p>Q. Usha and Uma.....year ended 31-3-2015. Ans.</p>																																									

Profit & Loss Appropriation A/c of Usha, Uma and Urmila

Dr.		Cr.		
Particulars		Amount (₹)	Particulars	Amount (₹)
To Partners' Capital : (transfer of profit)			By Profit and loss A/c (net profit) (1)	1,35,000
Usha-	64,800	(1) 62,700		
Less Deficiency-	2,100	(1) 42,300		
Uma	43,200			
Less Deficiency-	900			
Urmila-	27,000			
Add from Usha	2,100	(1) 30,000		
From Uma	900			
		<u>1,35,000</u>		<u>1,35,000</u>

= 4 Marks

Q. Vivek, Viney and Vijay.....Viney's Death.
Ans.

Journal of Vivek, Viney and Vijay

Date	Particulars	LF	Dr (₹)	Cr (₹)
2014 Dec 31	Vivek's Capital A/c Dr. Vijay's Capital A/c Dr. To Viney's Capital A/c (Being Viney's share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)		24,000 24,000	48,000
Dec 31	Viney's Capital A/c Dr. To Profit & Loss A/c (Being Viney's share in debit balance of Profit & Loss A/c transferred)		1,400	1,400
	OR			
	Vivek's Capital A/c Dr. Viney's Capital A/c Dr. Vijay's Capital A/c Dr. To Profit & Loss A/c (Being Viney's share in debit balance of Profit & Loss A/c transferred)		2,800 1,400 2,800	7,000
Dec 31	Profit & Loss Suspense A/c Dr. To Viney's Capital A/c (Being Viney's share of profit upto the date of death is transferred)		13,500	13,500
Dec 31	Viney's Capital A/c Dr. To Viney's executors' A/c (Being amount due to Viney transferred to his executors' A/c)		50,100	50,100

1

1

1

1 = 4 Marks

Q. K and P were..... in the books of K and P.
Ans.

Journal of K and P																																							
Date	Particulars	L F	Dr (₹)	Cr (₹)																																			
2016 Mar 4	Bank A/c Dr. To Realisation A/c (Being payment received from creditors)		1,60,000	1,60,000																																			
2016 Mar 4	No Entry																																						
2016 Mar 4	Realisation A/c Dr. To Bank A/c (Being partial payment made to creditors through bank draft)		79,000	79,000																																			
2016 Mar 4	R's Capital A/c Dr. L's Capital A/c Dr. To Realisation A/c (Being Loss on Realisation transferred)		19,500 10,500	30,000																																			
1 ½ =																																							
6 Marks																																							
15	14	15	Q. On 1-4-2013.....books of the company. Ans. (i) <p style="text-align: center;">NK Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr. Amt (₹)</th> <th>Cr. Amt (₹)</th> </tr> </thead> <tbody> <tr> <td>2014 Apr 1</td> <td>Own Debentures A/c Dr. To Bank A/c (Being purchase of 5000 own debentures for ₹ 102 each)</td> <td></td> <td>5,10,000</td> <td>5,10,000</td> </tr> <tr> <td>2014 Apr 1</td> <td>9% Debenture A/c Dr. Loss on Redemption of Debenture A/c Dr. To Own Debenture A/c (Being redemption of debentures)</td> <td></td> <td>5,00,000 10,000</td> <td>5,10,000</td> </tr> <tr> <td>2015 Mar31</td> <td>Statement of Profit & Loss Dr. To Loss on Redemption of Debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)</td> <td></td> <td>10,000</td> <td>10,000</td> </tr> </tbody> </table> <p>(ii) <p style="text-align: center;">NK Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr. Amt (₹)</th> <th>Cr. Amt (₹)</th> </tr> </thead> <tbody> <tr> <td>2015 Apr 1</td> <td>9% Debentures A/c Dr. To Debenture holders A/c (Being payment due to debenture holders on redemption)</td> <td></td> <td>3,00,000</td> <td>3,00,000</td> </tr> <tr> <td>2015 Apr 1</td> <td>Debenture holders A/c Dr. To Bank A/c (Being payment due to debenture holders discharged)</td> <td></td> <td>3,00,000</td> <td>3,00,000</td> </tr> </tbody> </table> </p>		Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)	2014 Apr 1	Own Debentures A/c Dr. To Bank A/c (Being purchase of 5000 own debentures for ₹ 102 each)		5,10,000	5,10,000	2014 Apr 1	9% Debenture A/c Dr. Loss on Redemption of Debenture A/c Dr. To Own Debenture A/c (Being redemption of debentures)		5,00,000 10,000	5,10,000	2015 Mar31	Statement of Profit & Loss Dr. To Loss on Redemption of Debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)		10,000	10,000	Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)	2015 Apr 1	9% Debentures A/c Dr. To Debenture holders A/c (Being payment due to debenture holders on redemption)		3,00,000	3,00,000	2015 Apr 1	Debenture holders A/c Dr. To Bank A/c (Being payment due to debenture holders discharged)		3,00,000	3,00,000
Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)																																			
2014 Apr 1	Own Debentures A/c Dr. To Bank A/c (Being purchase of 5000 own debentures for ₹ 102 each)		5,10,000	5,10,000																																			
2014 Apr 1	9% Debenture A/c Dr. Loss on Redemption of Debenture A/c Dr. To Own Debenture A/c (Being redemption of debentures)		5,00,000 10,000	5,10,000																																			
2015 Mar31	Statement of Profit & Loss Dr. To Loss on Redemption of Debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)		10,000	10,000																																			
Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)																																			
2015 Apr 1	9% Debentures A/c Dr. To Debenture holders A/c (Being payment due to debenture holders on redemption)		3,00,000	3,00,000																																			
2015 Apr 1	Debenture holders A/c Dr. To Bank A/c (Being payment due to debenture holders discharged)		3,00,000	3,00,000																																			
½																																							
1																																							
½ =																																							
2 marks																																							
1																																							
1 =																																							
2 marks																																							

(iii)

NK Ltd.
Journal

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2016 Feb17	Own Debenture A/c Dr. To Bank A/c (Being purchase of own debentures)		5,99,500	5,99,500
2016 Feb17	9% Debenture A/c Dr. To Own Debenture A/c To Profit on Redemption of Debentures A/c (Being redemption of debentures)		7,00,000	5,99,500 1,00,500
2016 Mar31	Profit on Redemption of Debentures A/c Dr. To Capital Reserve A/c (Being transfer of profit on redemption of debentures to capital reserve)		1,00,500	1,00,500

½
1
½
=
2 marks
=2+2
=6 Marks

14 15 -

Q. Ajay, Aman and Anand.....the reconstituted firm.
Ans.

Dr. Revaluation A/c Cr.

Particulars	Amt (₹)	Particulars	Amt (₹)
To Building A/c ½	27,000	By Land A/c ½	60,000
To Partners' Capital A/c: (transfer of profit)		By Creditors A/c ½	15,000
Ajay 24,000	} ½		
Aman 4,800			
Anand 19,200		48,000	
	<u>75,000</u>		<u>75,000</u>

2

Dr. Partner's Capital A/c Cr.

Particulars	Ajay ₹	Aman ₹	Anand ₹	Particulars	Ajay ₹	Aman ₹	Anand ₹
To Ajay's Capital A/c ½	---	30,000	---	By Balance b/d	5,00,000	1,00,000	1,60,000
To Anand's Capital A/c	---	12,000	---	By Revaluation A/c	24,000	4,800	19,200
To Balance c/d ½	6,59,000	83,800	2,75,200	By General Reserve A/c	1,05,000	21,000	84,000
				By Aman's Capital A/c	30,000	---	12,000
	<u>6,59,000</u>	<u>1,25,800</u>	<u>2,75,200</u>		<u>6,59,000</u>	<u>1,25,800</u>	<u>2,75,200</u>

2

**Balance Sheet of Ajay, Aman and Anand
as at 1st April 2015**

Liabilities	Amt (₹)	Assets	Amt (₹)
Creditors } ½	1,32,000	Land } ½	6,00,000
Bills Payable } ½	33,000	Building } ½	2,43,000
Capitals:		Plant } ½	1,90,000
Ajay 6,59,000	} ½	Stock } ½	75,000
Aman 83,800		Debtors } ½	60,000
Anand 2,75,200		Bank } ½	15,000
		<u>11,83,000</u>	

2
=
6 Marks

Working notes:

Ajay's Sacrifice/ Gain = $5/10 - 1/3 = 5/30$ (Sacrifice)

Aman's Sacrifice/ Gain = $1/10 - 1/3 = -7/30$ (Gain)

Anand's Sacrifice/ Gain = $4/10 - 1/3 = 2/30$ (Sacrifice)

17 16 17

Q. P, Q and R.....P, Q, R and S.

Ans.

Revaluation A/c

Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Investments A/c	26,000	By Creditors A/c	9,000
To Machinery A/c	18,000	By Partners' Capital A/c (transfer of loss)	
		P	17,500
		Q	11,667
		R	5,833
	<u>44,000</u>		<u>44,000</u>

Partner's Capital A/c

Dr					Cr				
Particulars	P	Q	R	S	Particulars	P	Q	R	S
To Revaluation A/c	17,500	11,667	5,833	---	By Balance b/d	1,80,000	1,20,000	60,000	---
To Balance c/d	2,39,000	1,29,333	64,667	86,600	By Bank A/c	-	-	-	86,600
					By General Reserve A/c	31,500	21,000	10,500	---
					By premium for goodwill A/c	45,000	---	---	---
	<u>2,56,500</u>	<u>1,41,000</u>	<u>70,500</u>	<u>86,600</u>		<u>2,56,500</u>	<u>1,41,000</u>	<u>70,500</u>	<u>86,600</u>

Balance Sheet of P, Q, R and S
as at 31st March 2015

Liabilities		Amt (₹)	Assets		Amt (₹)
Creditors		2,43,000	Bank		1,82,600
Partners' Capitals :			Debtors		69,000
P	2,39,000	5,19,600	Investment		64,000
Q	1,29,333		Machinery		87,000
R	64,667		Furniture		30,000
S	86,600		Stock		3,30,000
		<u>7,62,600</u>			<u>7,62,600</u>

17 OR 16 OR 17 OR

Q. A, B and C.....of A and C.

Ans.

2

3

3

=

8 Marks

Revaluation A/c			
Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Claim for workmen compensation A/c	12,000	By Provision for bad debts A/c	3,000
		By Partners' Capital A/c's: (Loss on revaluation)	
		A 4,500	9,000
		B 2,700	
		C 1,800	
	<u>12,000</u>		<u>12,000</u>

Partner's Capital A/c							
Dr				Cr			
Particulars	A (₹)	B (₹)	C (₹)	Particulars	A (₹)	B (₹)	C (₹)
To Revaluation A/c	4,500	2,700	1,800	By Balance b/d	1,50,000	1,20,000	60,000
To B's Capital A/c	15,300	---	30,600	By Investment Fluctuation Fund	15,000	9,000	6,000
To Cash A/c	---	24,600	---	By Profit & Loss A/c	60,000	36,000	24,000
To B's Loan A/c	---	1,83,600	---	By A's capital A/c	---	15,300	---
To A's Current A/c	47,520	---	---	By C's Capital A/c	---	30,600	---
To Balance c/d	1,57,680	---	1,05,120	By C's Current A/c	---	---	47,520
	<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>		<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>

Balance Sheet of A, B and C As at 31 st March 2015			
Liabilities	Amt (₹)	Assets	Amt (₹)
Partners' Capitals :		Land & Building	1,86,000
A 1,57,680		Motor Van	60,000
C 1,05,120	2,62,800	Investment	57,000
A's Current A/c	47,520	Machinery	36,000
B's Loan	1,83,600	Stock	45,000
Creditors	63,000	Debtors 1,20,000	
Claim for Workmen Compensation	12,000	Less: Provision 6,000	1,14,000
		Cash	23,400
		C's Current A/c	47,520
	<u>5,68,920</u>		<u>5,68,920</u>

16 17 16 Q. JS Ltd.....books of JS Ltd.

Ans.

JS Ltd. Journal					
Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)	
	Bank A/c Dr. To Equity Share Application A/c (Being application money received on shares)		6,40,000	6,40,000	½
	Equity Share Application A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Being application money transferred to share capital A/c)		6,40,000	2,40,000 80,000 1,60,000 1,60,000	1
	Equity Share Allotment A/c Dr. To Equity Share Capital A/c To Securities premium reserve A/c (Being share allotment made due)		4,80,000	2,40,000 2,40,000	½
	Bank A/c Dr. To Equity share allotment a/c (Being allotment money received except on 400 shares)		3,18,400	3,18,400	1
	OR				
	Bank A/c Dr. Calls in arrears A/c Dr. To Equity Share Allotment A/c (Being allotment money received except on 400 shares)		3,18,400 1,600	3,20,000	
	Equity Share Capital A/c Dr. Securities Premium Reserve A/c Dr. To Share Forfeited A/c To Equity share allotment A/c/ Calls in arrears A/c (Being 400 shares of Raman forfeited after allotment)		2,400 1,200	2,000 1,600	1
	Equity Share First & Final call A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c (Being first & final call due on 79,600 shares)		4,77,600	3,18,400 1,59,200	½
	Bank A/c Dr. To Equity share first and final call a/c (Being first & final call money received except on 800 shares)		4,72,800	4,72,800	1
	OR				
	Bank A/c Dr. Calls in arrears A/c Dr. To Equity share first and final call A/c (Being first & final call money received except on 800 shares)		4,72,800 4,800	4,77,600	

			Apr20	Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except on 500 shares)	Dr. Dr.		73,500 1,500		75,000	1	
			Aug27	Equity Share capital A/c To Shares Forfeited A/c To Calls in arrears A/c (Forfeited the shares on which call money was not received)	Dr.		5,000		3,500 1,500	1	
			Oct03	Bank A/c Shares Forfeited A/c To Equity Share Capital A/c (Re-issued the forfeited shares @ ₹ 8 per share fully paid up))	Dr. Dr.		4,000 1,000		5,000	1	
			2016 Mar31	Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.		2,500		2,500	1	
										= 8 Marks	
			PART B (Financial Statements Analysis)								
19	18	19	Q. 'An enterprise.....Cash flow statement. Ans. <ul style="list-style-type: none"> Yes, the statement is true. Operating Activity 							½ + ½ = 1 Mark	
18	19	18	Q. L Ltd.Cash Flow Statement. Ans. <ul style="list-style-type: none"> Payment of principal- Investing Activity Payment of interest- Financing Activity 							½ + ½ = 1 Mark	
-	20	-	(a) Q. List the four items.....Companies Act 2013. Ans. <u>Inventories (Any four)</u> : <ol style="list-style-type: none"> Raw materials Work in progress Finished goods Stores & Spares Loose Tools (b) Q. What is.....of a company? Ans. Financial Statements are the basic and formal annual reports through which the corporate management communicates financial interpretation to its owners and various other external parties which include investors, tax authorities, government, employees etc.							½ x 4 =2 Marks + 2 Marks = 4 Marks	
-	21	-	Q. (a) What is meantof business? Ans. (a) Solvency of business refers to the ability of the business to pay its long tem liabilities. Q. (b) From the following..... rate of tax 40%. Ans.							2	

PART C (Computerized Accounting)				
19	18	18	<p>Q. What is meant by 'Data Validation'?</p> <p>Ans. Data Validation is the process of ensuring that a program operates on clean, correct and useful data. It uses validation rules and constraints to check for the correctness, meaningfulness and security of data that are input to the system.</p>	1 Mark
18	19	19	<p>Q. What is meant.....example.</p> <p>Ans. Cell address is unique identification of a cell on the spreadsheet. As G8 would imply eighth row under the column G.</p>	1 mark
22	20	21	<p>Q. What is meant byadvantages.</p> <p>Ans. DBMS is a collection of programs that help a business to create and maintain a database. It is a general purpose software system that facilitates the process of defining, constructing and manipulating database for various applications.</p> <p>Advantages of DBMS (Any two) with explanation:</p> <ol style="list-style-type: none"> 1. Reduce data redundancy 2. Information protection 3. Data dictionary management 4. Greater consistency 5. Reduced cost 6. Backup and recovery facility 7. Conditionality of data is maintained 	2 Marks + 1 X 2 2 Marks = 4 Marks
20	21	22	<p>Q. "A customizedExplain, how?"</p> <p>Ans. The customized accounting software is developed:</p> <ul style="list-style-type: none"> • To meet special requirement of user. • Suitable for large and medium organisations. • Can be linked to other information systems. • Their cost of development and maintenance is comparatively high. • They can be modified according to the needs. New content can be added and obsolete commands can be deleted. • Specific provisions can be made regarding users and their authentication. 	= 4 Marks
21	22	20	<p>Q. Internal manipulation.....accounting. How?</p> <p>Ans. Internal manipulation of accounting records is much easier due to following reasons:</p> <ul style="list-style-type: none"> • Defective logical sequence at programming stage. • Prone to hacking. (with example and explanation) 	2 X 2 = 4 Marks
-	23	-	<p>Q. Kapil Dev is a non.....per month.</p> <p>Ans.</p> <ol style="list-style-type: none"> 1. = E11XF11/28 Where E11 is basic pay and F11 is number of effective working days which are 28 in this case. 2. =G11X40% Where G11 is the basic pay earned in part 1 3. = IF(C11="Nsup",G11X18%,IF(C11="Sup"X30%,0)) 4. =IF(C11"Nsup",2000,IF(C11="Sup",3500,0)) 	1 ½ X 4 = 6 Marks

Q. Set No.			Marking Scheme 2015-16 Accountancy (055) Foreign – 67/2/3 Expected Answers / Value points				Distribution of marks																														
67/2/1	67/2/2	67/2/3																																			
3	-	1	Q. Distinguish.....court's intervention. Ans. <table border="1"> <thead> <tr> <th>Basis</th> <th>Dissolution of partnership</th> <th>Dissolution of partnership firm</th> </tr> </thead> <tbody> <tr> <td>Court's Intervention</td> <td>Court does not intervene because partnership is dissolved by mutual agreement.</td> <td>A firm can be dissolved by the court's order.</td> </tr> </tbody> </table>				Basis	Dissolution of partnership	Dissolution of partnership firm	Court's Intervention	Court does not intervene because partnership is dissolved by mutual agreement.	A firm can be dissolved by the court's order.	1 Mark																								
Basis	Dissolution of partnership	Dissolution of partnership firm																																			
Court's Intervention	Court does not intervene because partnership is dissolved by mutual agreement.	A firm can be dissolved by the court's order.																																			
4	3	2	Q. State the.....Redemption Reserve. Ans. According to the provisions of the Companies Act, 2013, the companies are required to create Debenture Redemption Reserve of <u>at least 25% of the face value of debentures before the redemption of debentures commences.</u>				1 Mark																														
5	2	3	Q. On 15-1-2016..... of the company. Ans. <p style="text-align: center;">New India Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016</td> <td>Bank A/c Dr.</td> <td></td> <td>39,800</td> <td></td> </tr> <tr> <td>Jan 15</td> <td>Calls in Arrears A/c Dr.</td> <td></td> <td>2,000</td> <td></td> </tr> <tr> <td></td> <td>To Equity Share first call A/c</td> <td></td> <td></td> <td>40,000</td> </tr> <tr> <td></td> <td>To Calls in advance A/c</td> <td></td> <td></td> <td>1,800</td> </tr> <tr> <td></td> <td>(Being call money received except on 500 shares and received advance on 600 shares)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2016	Bank A/c Dr.		39,800		Jan 15	Calls in Arrears A/c Dr.		2,000			To Equity Share first call A/c			40,000		To Calls in advance A/c			1,800		(Being call money received except on 500 shares and received advance on 600 shares)				1 Mark
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2016	Bank A/c Dr.		39,800																																		
Jan 15	Calls in Arrears A/c Dr.		2,000																																		
	To Equity Share first call A/c			40,000																																	
	To Calls in advance A/c			1,800																																	
	(Being call money received except on 500 shares and received advance on 600 shares)																																				
6	1	4	Q. A and B.....were fixed. Ans. <p style="text-align: center;">Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>A's Current A/c Dr.</td> <td></td> <td>700</td> <td></td> </tr> <tr> <td>Mar 31</td> <td>To Interest on Drawings A/c</td> <td></td> <td></td> <td>700</td> </tr> <tr> <td></td> <td>(Being Interest on drawings charged)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2015	A's Current A/c Dr.		700		Mar 31	To Interest on Drawings A/c			700		(Being Interest on drawings charged)				1 Mark										
Date	Particulars	LF	Dr (₹)	Cr (₹)																																	
2015	A's Current A/c Dr.		700																																		
Mar 31	To Interest on Drawings A/c			700																																	
	(Being Interest on drawings charged)																																				
1	6	5	Q. Name the Act.....firm can have? Ans. <ul style="list-style-type: none"> • Companies Act, 2013 • Maximum number of partners : 50 				½ + ½ = 1 Mark																														
2	5	6	Q. Ram, Mohan & Sohan.....Hari. Ans. $\left. \begin{aligned} \text{Ram's share} &= 5/10 - 3/25 = 19/50 \\ \text{Mohan's share} &= 3/10 - 2/25 = 11/50 \\ \text{Sohan's share} &= 2/10 \times 5/5 = 10/50 \\ \text{Hari's share} &= 1/5 \times 10/10 = 10/50 \end{aligned} \right\} \frac{1}{2}$ <p>Thus, the New Profit sharing ratio for Ram, Mohan, Sohan and Hari will be = 19:11:10:10 $\frac{1}{2}$</p>				= 1 Mark																														

8	-	7	<p>Q. Why should assets.....giving examples? Ans. The book value of the assets and liabilities may be different from the present value/ market value of assets and liabilities, that is why the assets are revalued and liabilities are reassessed on the reconstitution of a partnership firm. Example(minimum two):</p> <ul style="list-style-type: none"> • Change in value of land on the admission of a new partner. • Change in value of machinery on the change in profit sharing ratio amongst existing partners (or any other such circumstance) 	<p>1 x 3 = 3 Marks</p>															
9	8	8	<p>Q. B Ltd..... books of B Ltd. Ans.</p> <p style="text-align: center;">B Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 50%;">Particulars</th> <th style="width: 5%;">L F</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)</td> <td></td> <td style="text-align: right;">14,00,000</td> <td style="text-align: right;">4,00,000 9,19,000 81,000</td> </tr> <tr> <td></td> <td>C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)</td> <td></td> <td style="text-align: right;">9,19,000</td> <td style="text-align: right;">17,000 8,20,000 82,000</td> </tr> </tbody> </table>	Date	Particulars	L F	Dr (₹)	Cr (₹)		Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)		14,00,000	4,00,000 9,19,000 81,000		C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)		9,19,000	17,000 8,20,000 82,000	<p>1 ½</p> <p>1 ½</p> <p>= 3 Marks</p>
Date	Particulars	L F	Dr (₹)	Cr (₹)															
	Sundry Assets A/c Dr. To Sundry liabilities A/c To C Ltd. A/c To Capital Reserve A/c (Being Assets & Liabilities acquired)		14,00,000	4,00,000 9,19,000 81,000															
	C Ltd. A/c Dr. To Bank A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being bank draft paid and equity shares issued at a premium of 10%)		9,19,000	17,000 8,20,000 82,000															
10	7	9	<p>Q. To provide employment.....to the society. Ans.</p> <p style="text-align: center;">Thermal Power Energies Ltd. Journal</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 50%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)</td> <td></td> <td style="text-align: right;">2,89,00,000</td> <td style="text-align: right;">2,89,00,000</td> </tr> <tr> <td></td> <td>Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)</td> <td></td> <td style="text-align: right;">2,89,00,000</td> <td style="text-align: right;">1,00,00,000 1,19,00,000 70,00,000</td> </tr> </tbody> </table> <p>Values (Any Two):</p> <ol style="list-style-type: none"> 1. Providing employment opportunities. 2. Development of backward areas. 3. Helping the young people to undertake developmental activities. 4. Promoting peace and harmony in the society. <p>(Or Any other correct value)</p>	Date	Particulars	LF	Dr (₹)	Cr (₹)		Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)		2,89,00,000	2,89,00,000		Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000	<p>½</p> <p>½</p> <p>2 = 3 Marks</p>
Date	Particulars	LF	Dr (₹)	Cr (₹)															
	Bank A/c Dr. To Equity Share Application and Allotment A/c (Being application & allotment money received for 17,00,000 shares)		2,89,00,000	2,89,00,000															
	Equity Share Application and Allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		2,89,00,000	1,00,00,000 1,19,00,000 70,00,000															
7	10	10	<p>Q. TRK Ltd.9% . Ans.</p>																

(a)

**TRK Ltd.
Journal**

Date	Particulars	LF	Dr (₹)	Cr (₹)
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		74,399	74,399
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 7,670	76,700 5,369
OR				
	9% Debenture Application & Allotment A/c Dr. Discount on Issue of Debentures A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued @ 3% discount , but redeemable at premium of 7%)		74,399 2,301 5,369	76,700 5,369

½

1

(b)

**TRK Ltd.
Journal**

Date	Particulars	LF	Dr (₹)	Cr (₹)
2016 Jan 1	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		79,768	79,768
2016 Jan 1	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c To Securities Premium Reserve A/c (Being transfer of application money to debenture account issued at 4% premium but redeemable at premium of 9%)		79,768 6,903	76,700 6,903 3,068

½

1

=
3 Marks

11 - 11

Q. E and F.....year ended 31-3-2015.

Ans.

Profit & Loss Appropriation A/c of E, F and G

Dr. **Cr.**

For the year ended 31st March 2015

Particulars	Amount (₹)	Particulars	Amount (₹)
To Partners' Capital: (transfer of profit)		By Profit and loss A/c (net profit)	2,70,000
E - 1,51,200			
Less Deficiency- 1,800	1,49,400		
F- 64,800			
Less Deficiency- 4,200	60,600		
G- 54,000			
Add from E 1,800			
From F 4,200	60,000		
	<u>2,70,000</u>		<u>2,70,000</u>

=
4 Marks

12	-	12	<p>Q. Geeta, Sita and Meeta.....Geeta's Death. Ans.</p> <p style="text-align: center;">Journal of Geeta, Seeta and Meeta</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015 Jun 30</td> <td>Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)</td> <td></td> <td>1,11,000 74,000</td> <td>1,85,000</td> </tr> <tr> <td>Jun 30</td> <td>Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred) OR Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)</td> <td></td> <td>6,000 6,000 3,600 2,400</td> <td>6,000 12,000</td> </tr> <tr> <td>Jun 30</td> <td>Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)</td> <td></td> <td>10,000</td> <td>10,000</td> </tr> <tr> <td>Jun 30</td> <td>Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)</td> <td></td> <td>1,84,000</td> <td>1,84,000</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2015 Jun 30	Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)		1,11,000 74,000	1,85,000	Jun 30	Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred) OR Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000 6,000 3,600 2,400	6,000 12,000	Jun 30	Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)		10,000	10,000	Jun 30	Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)		1,84,000	1,84,000	<p style="text-align: center;">1</p> <p style="text-align: center;">1</p> <p style="text-align: center;">1</p> <p style="text-align: center;">1 =</p> <p style="text-align: center;">4 Marks</p>
Date	Particulars	LF	Dr (₹)	Cr (₹)																									
2015 Jun 30	Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Geeta's Capital A/c (Being Geeta share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio)		1,11,000 74,000	1,85,000																									
Jun 30	Geeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred) OR Geeta's Capital A/c Dr. Sita's Capital A/c Dr. Meeta's Capital A/c Dr. To Profit & Loss A/c (Being Geeta's share in debit balance of Profit & Loss A/c transferred)		6,000 6,000 3,600 2,400	6,000 12,000																									
Jun 30	Profit & Loss Suspense A/c Dr. To Geeta's Capital A/c (Being Geeta's share of profit upto the date of death transferred to her capital account)		10,000	10,000																									
Jun 30	Geeta's Capital A/c Dr. To Geeta's executors' A/c (Being amount due to Geeta transferred to her executors' A/c)		1,84,000	1,84,000																									
-	-	13	<p>Q. P and G were..... in the books of the firm. Ans.</p> <p style="text-align: center;">Journal of P and G</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>L F</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. To Realisation A/c (Being payment received from creditors)</td> <td></td> <td>3,10,000</td> <td>3,10,000</td> </tr> <tr> <td>2016 Jan 1</td> <td>No Entry</td> <td></td> <td></td> <td></td> </tr> <tr> <td>2016 Jan 1</td> <td>Realisation A/c Dr. To Bank A/c (Being partial payment made to creditors through bank draft)</td> <td></td> <td>89,000</td> <td>89,000</td> </tr> <tr> <td>2016 Jan 1</td> <td>P's Capital A/c Dr. G's Capital A/c Dr. To Realisation A/c (Being Loss on Realisation transferred)</td> <td></td> <td>1,400 800</td> <td>2,200</td> </tr> </tbody> </table>	Date	Particulars	L F	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. To Realisation A/c (Being payment received from creditors)		3,10,000	3,10,000	2016 Jan 1	No Entry				2016 Jan 1	Realisation A/c Dr. To Bank A/c (Being partial payment made to creditors through bank draft)		89,000	89,000	2016 Jan 1	P's Capital A/c Dr. G's Capital A/c Dr. To Realisation A/c (Being Loss on Realisation transferred)		1,400 800	2,200	<p style="text-align: center;">1 ½</p> <p style="text-align: center;">1 ½</p> <p style="text-align: center;">1 ½</p> <p style="text-align: center;">1 ½ =</p> <p style="text-align: center;">6 Marks</p>
Date	Particulars	L F	Dr (₹)	Cr (₹)																									
2016 Jan 1	Bank A/c Dr. To Realisation A/c (Being payment received from creditors)		3,10,000	3,10,000																									
2016 Jan 1	No Entry																												
2016 Jan 1	Realisation A/c Dr. To Bank A/c (Being partial payment made to creditors through bank draft)		89,000	89,000																									
2016 Jan 1	P's Capital A/c Dr. G's Capital A/c Dr. To Realisation A/c (Being Loss on Realisation transferred)		1,400 800	2,200																									
-	-	14	<p>Q. S, T and U.....the reconstituted firm. Ans.</p>																										

Dr. Revaluation A/c				Cr.	
Particulars		Amt (₹)	Particulars		Amt (₹)
To Building A/c		13,500	By Land A/c		30,000
To Partners' Capital A/c: (transfer of profit)			By Creditors A/c		7,500
S's Capital A/c	9,600	} 1/2			
T's Capital A/c	7,200				
U's Capital A/c	<u>7,200</u>				
		<u>37,500</u>			<u>37,500</u>

2

Dr. Partner's Capital A/c				Cr.			
Particulars	S ₹	T ₹	U ₹	Particulars	S ₹	T ₹	U ₹
To S's Capital A/c	---	3,000	3,000	By Balance b/d	2,50,000	50,000	80,000
To Balance c/d	3,07,600	85,700	1,15,700	By Revaluation A/c	9,600	7,200	7,200
				By General Reserve A/c	42,000	31,500	31,500
				By T's Capital A/c	3,000	---	---
				By U's Capital A/c	3,000	---	---
	<u>3,07,600</u>	<u>85,700</u>	<u>1,15,700</u>		<u>3,07,600</u>	<u>85,700</u>	<u>1,15,700</u>

2

**Balance Sheet of S, T and U
as at 1st April 2015**

Liabilities		Amt (₹)	Assets		Amt (₹)
Creditors	} 1/2	66,000	Land	} 1/2	3,00,000
Bills Payable		16,500	Building		1,21,500
Capitals:			Plant	} 1/2	95,000
S	3,07,600		Stock		37,500
T	85,700		Debtors	} 1/2	30,000
U	<u>1,15,700</u>	5,09,000	Bank		7,500
		<u>5,91,500</u>			<u>5,91,500</u>

2
=

6 Marks

Working notes:S's Sacrifice/ Gain = $4/10 - 1/3 = 2/30$ (Sacrifice)T's Sacrifice/ Gain = $3/10 - 1/3 = -1/30$ (Gain)U's Sacrifice/ Gain = $3/10 - 1/3 = -1/30$ (Gain)

15 14 15

Q. On 1-4-2013.....books of the company.

Ans.

(i)

NK Ltd.

Journal

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2014 Apr 1	Own Debentures A/c Dr. To Bank A/c (Being purchase of 5000 own debentures for ₹ 102 each)		5,10,000	5,10,000

1/2

2014 Apr 1	9% Debenture A/c Loss on Redemption of Debenture A/c To Own Debenture A/c (Being redemption of debentures)	Dr. Dr.	5,00,000 10,000	5,10,000
2015 Mar31	Statement of Profit & Loss To Loss on Redemption of Debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)	Dr.	10,000	10,000

1
½
=
2 marks

(ii)

**NK Ltd.
Journal**

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2015 Apr 1	9% Debentures A/c To Debenture holders A/c (Being payment due to debenture holders on redemption)	Dr.	3,00,000	3,00,000
2015 Apr 1	Debenture holders A/c To Bank A/c (Being payment due to debenture holders discharged)	Dr.	3,00,000	3,00,000

1

1
=
2 marks

(iii)

**NK Ltd.
Journal**

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2016 Feb17	Own Debenture A/c To Bank A/c (Being purchase of own debentures)	Dr.	5,99,500	5,99,500
2016 Feb17	9% Debenture A/c To Own Debenture A/c To Profit on Redemption of Debentures A/c (Being redemption of debentures)	Dr.	7,00,000	5,99,500 1,00,500
2016 Mar31	Profit on Redemption of Debentures A/c To Capital Reserve A/c (Being transfer of profit on redemption of debentures to capital reserve)	Dr.	1,00,500	1,00,500

½

1

½
=
2 marks
=2+2+2
=6 Marks

16 17 16

**Q. JS Ltd.....books of JS Ltd.
Ans.**

**JS Ltd.
Journal**

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
	Bank A/c To Equity Share Application A/c (Being application money received on shares)	Dr.	6,40,000	6,40,000

½

			Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Being application money transferred to share capital A/c)	Dr.		6,40,000	2,40,000 80,000 1,60,000 1,60,000			1
			Equity Share Allotment A/c To Equity Share Capital A/c To Securities premium reserve A/c (Being share allotment made due)	Dr.		4,80,000	2,40,000 2,40,000			$\frac{1}{2}$
			Bank A/c To Equity share allotment a/c (Being allotment money received except on 400 shares)	Dr.		3,18,400	3,18,400			1
			OR							
			Bank A/c Calls in arrears A/c To Equity Share Allotment A/c (Being allotment money received except on 400 shares)	Dr. Dr.		3,18,400 1,600	3,20,000			
			Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeited A/c To Equity share allotment A/c/ Calls in arrears A/c (Being 400 shares of Raman forfeited after allotment)	Dr. Dr.		2,400 1,200	2,000 1,600			1
			Equity Share First & Final call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being first & final call due on 79,600 shares)	Dr.		4,77,600	3,18,400 1,59,200			$\frac{1}{2}$
			Bank A/c To Equity share first and final call a/c (Being first & final call money received except on 800 shares)	Dr.		4,72,800	4,72,800			
			OR							
			Bank A/c Calls in arrears A/c To Equity share first and final call A/c (Being first & final call money received except on 800 shares)	Dr. Dr.		4,72,800 4,800	4,77,600			1
			Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeited A/c To Equity Share first and final call /Calls in arrears A/c (Being 800 shares of Veer forfeited)	Dr. Dr.		8,000 1,600	4,800 4,800			1

			Bank A/c Shares forfeited A/c To Equity Share Capital A/c (Being 500 shares reissued for ₹ 8 per share fully paid up)	Dr. Dr.	4,000 1,000	5,000	½
			Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.	1,600	1,600	1 = 8 Marks

16 OR	17 OR	16 OR	Q. RS Ltd.blanks. Ans. <p style="text-align: center;">RS Ltd. Journal</p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr. Amt (₹)</th> <th>Cr. Amt (₹)</th> <th></th> </tr> </thead> <tbody> <tr> <td>2015 Jan10</td> <td>Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)</td> <td>Dr.</td> <td>1,75,000</td> <td>1,75,000</td> <td>½</td> </tr> <tr> <td>Jan16</td> <td>Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)</td> <td>Dr.</td> <td>1,75,000</td> <td>75,000 50,000 20,000 30,000</td> <td>1</td> </tr> <tr> <td>Jan31</td> <td>Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)</td> <td>Dr.</td> <td>1,00,000</td> <td>1,00,000</td> <td>½</td> </tr> <tr> <td>Feb20</td> <td>Bank A/c To Equity share allotment a/c (Balance amount received on allotment)</td> <td>Dr.</td> <td>70,000</td> <td>70,000</td> <td>1</td> </tr> <tr> <td>Apr01</td> <td>Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)</td> <td>Dr.</td> <td>75,000</td> <td>75,000</td> <td>1</td> </tr> <tr> <td>Apr20</td> <td>Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except on 500 shares)</td> <td>Dr. Dr.</td> <td>73,500 1,500</td> <td>75,000</td> <td>1</td> </tr> <tr> <td>Aug27</td> <td>Equity Share capital A/c To Shares Forfeited A/c To Calls in arrears A/c (Forfeited the shares on which call money</td> <td>Dr.</td> <td>5,000</td> <td>3,500 1,500</td> <td>1</td> </tr> </tbody> </table>					Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)		2015 Jan10	Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)	Dr.	1,75,000	1,75,000	½	Jan16	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)	Dr.	1,75,000	75,000 50,000 20,000 30,000	1	Jan31	Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)	Dr.	1,00,000	1,00,000	½	Feb20	Bank A/c To Equity share allotment a/c (Balance amount received on allotment)	Dr.	70,000	70,000	1	Apr01	Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)	Dr.	75,000	75,000	1	Apr20	Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except on 500 shares)	Dr. Dr.	73,500 1,500	75,000	1	Aug27	Equity Share capital A/c To Shares Forfeited A/c To Calls in arrears A/c (Forfeited the shares on which call money	Dr.	5,000	3,500 1,500	1
Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)																																																			
2015 Jan10	Bank A/c To Equity Share Application A/c (Amount received on application 35,000 shares @ ₹ 5 per share)	Dr.	1,75,000	1,75,000	½																																																		
Jan16	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of share application money to share capital, securities premium, money refunded for 4000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)	Dr.	1,75,000	75,000 50,000 20,000 30,000	1																																																		
Jan31	Equity Share allotment A/c To Equity Share Capital A/c (Amount due on allotment @ ₹ 4 per share)	Dr.	1,00,000	1,00,000	½																																																		
Feb20	Bank A/c To Equity share allotment a/c (Balance amount received on allotment)	Dr.	70,000	70,000	1																																																		
Apr01	Equity share first and final call A/c To Equity share Capital A/c (First and final call money due)	Dr.	75,000	75,000	1																																																		
Apr20	Bank A/c Calls in arrears A/c To Equity Share first and final call A/c (Money received on first and final call except on 500 shares)	Dr. Dr.	73,500 1,500	75,000	1																																																		
Aug27	Equity Share capital A/c To Shares Forfeited A/c To Calls in arrears A/c (Forfeited the shares on which call money	Dr.	5,000	3,500 1,500	1																																																		

	was not received)			
Oct03	Bank A/c Shares Forfeited A/c To Equity Share Capital A/c (Re-issued the forfeited shares @ ₹ 8 per share fully paid up))	Dr. Dr.	4,000 1,000	5,000
2016 Mar31	Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.	2,500	2,500

1

1

=

8 Marks

17 16 17

Q. P, Q and R.....P, Q, R and S.
Ans.

Revaluation A/c

Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Investments A/c $\frac{1}{2}$	26,000	By Creditors A/c $\frac{1}{2}$	9,000
To Machinery A/c $\frac{1}{2}$	18,000	By Partners' Capital A/c (transfer of loss)	
		P	17,500
		Q	11,667
		R	5,833
			$\frac{1}{2}$ 35,000
	<u>44,000</u>		<u>44,000</u>

2

Partner's Capital A/c

Dr					Cr				
Particulars	P	Q	R	S	Particulars	P	Q	R	S
$\frac{1}{2}$ To Revaluation A/c	17,500	11,667	5,833	---	By Balance b/d	1,80,000	1,20,000	60,000	---
$\frac{1}{2}$ To Balance c/d	2,39,000	1,29,333	64,667	86,600	By Bank A/c	-	-	-	86,600
					By General Reserve A/c	31,500	21,000	10,500	---
					By premium for goodwill A/c	45,000	---	---	---
	<u>2,56,500</u>	<u>1,41,000</u>	<u>70,500</u>	<u>86,600</u>		<u>2,56,500</u>	<u>1,41,000</u>	<u>70,500</u>	<u>86,600</u>

 $\frac{1}{2}$ $\frac{1}{2}$ $\frac{1}{2}$

3

 $\frac{1}{2}$

Balance Sheet of P, Q, R and S as at 31st March 2015

Liabilities	Amt (₹)	Assets	Amt (₹)
Creditors $\frac{1}{2}$	2,43,000	Bank Debtors $\frac{1}{2}$	1,82,600
Partners' Capitals :		Investment $\frac{1}{2}$	69,000
P	2,39,000	Machinery $\frac{1}{2}$	64,000
Q	1,29,333	Furniture $\frac{1}{2}$	87,000
R	64,667	Stock $\frac{1}{2}$	30,000
S	86,600		3,30,000
	<u>5,19,600</u>		
	<u>7,62,600</u>		<u>7,62,600</u>

3

=

8 Marks

17 OR
16 OR
17 OR

Q. A, B and C.....of A and C.
Ans.

Revaluation A/c

Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Claim for workmen compensation A/c	12,000	By Provision for bad debts A/c	3,000
		By Partners' Capital A/c's: (Loss on revaluation)	
		A	4,500
		B	2,700
		C	1,800
	<u>12,000</u>		<u>12,000</u>

Partner's Capital A/c

Dr				Cr			
Particulars	A (₹)	B (₹)	C (₹)	Particulars	A (₹)	B (₹)	C (₹)
To Revaluation A/c	4,500	2,700	1,800	By Balance b/d	1,50,000	1,20,000	60,000
To B's Capital A/c	15,300	---	30,600	By Investment Fluctuation Fund	15,000	9,000	6,000
To Cash A/c	---	24,600	---	By Profit & Loss A/c	60,000	36,000	24,000
To B's Loan A/c	---	1,83,600	---	By A's capital A/c	---	15,300	---
To A's Current A/c	47,520	---	---	By C's Capital A/c	---	30,600	---
To Balance c/d	1,57,680	---	1,05,120	By C's Current A/c	---	---	47,520
	<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>		<u>2,25,000</u>	<u>2,10,900</u>	<u>1,37,520</u>

**Balance Sheet of A, B and C
As at 31st March 2015**

Liabilities	Amt (₹)	Assets	Amt (₹)
Partners' Capitals :		Land & Building	1,86,000
A	1,57,680	Motor Van	60,000
C	<u>1,05,120</u>	Investment	57,000
	2,62,800	Machinery	36,000
A's Current A/c	47,520	Stock	45,000
B's Loan	1,83,600	Debtors	1,20,000
Creditors	63,000	Less: Provision	<u>6,000</u>
Claim for Workmen Compensation	12,000	Cash	23,400
		C's Current A/c	47,520
	<u>5,68,920</u>		<u>5,68,920</u>

2

3

1

3

=

8 Marks

PART B (Financial Statements Analysis)				
18	19	18	Q. L Ltd.Cash Flow Statement. Ans. <ul style="list-style-type: none"> • Payment of principal- Investing Activity • Payment of interest- Financing Activity 	$\frac{1}{2} + \frac{1}{2}$ = 1 Mark
19	18	19	Q. 'An enterprise.....Cash flow statement. Ans. <ul style="list-style-type: none"> • Yes, the statement is true. • Operating Activity 	$\frac{1}{2} + \frac{1}{2}$ = 1 Mark
-	-	20	(a) Q. List any four items.....Companies Act 2013. Ans. Non Current Assets (Any four): <ol style="list-style-type: none"> 1. Fixed Assets <ol style="list-style-type: none"> a. Tangible Assets b. Intangible Assets c. Capital Work in Progress d. Intangible Assets under Development 2. Non Current Investments 3. Deferred Tax Assets (Net) 4. Long Term Loans and Advances 5. Other Non Current Assets (b) Q. State any two..... of a company. Ans. Limitations of Financial Statements (Any Two): <ol style="list-style-type: none"> 1. It is based on information available in Financial Statements. As a result, it also suffers from various limitations of Financial Statements. 2. It doesn't consider price level changes. 3. It is just a study of Interim reports. 4. It may be misleading without the knowledge of the changes in accounting procedure followed by a firm. 5. Monetary information alone is considered in financial analysis while non monetary aspects are ignored. 6. The financial statements are prepared on the basis of on going concept, as such, it doesn't reflect the current position. 	$\frac{1}{2} \times 4$ =2 Marks + 1 X 2 = 2 Marks = 4 Marks
-	-	21	Q. (a) What is meantof business? Ans. (a) Liquidity of business refers to the firm's ability to meet its current obligations/short term liabilities. Q. (b) From the following..... rate of tax 40%. Ans. Interest Coverage Ratio = $\frac{\text{Net Profit before Interest and Tax}}{\text{Fixed Interest Charges}}$ Net Profit after tax = ₹ 2,00,000 Tax rate = 40% Net Profit before tax = ₹ 2,00,000 x 100 / 60 = 3,33,333 Add: Interest 12% Long term debt i.e. 12 / 100 x ₹ 40,00,000 = 4,80,000 Profit before Interest and Tax <u>8,13,333</u> Interest Coverage Ratio = $\frac{₹ 8,13,333}{₹ 4,80,000}$ = 1.69 times	2 $\frac{1}{2}$ 1 $\frac{1}{2} =$ 4 Marks

22	22	22	<p>Q. Following is the.....to the society. Ans.</p>																																																																			
			<p style="text-align: center;">COMPARATIVE STATEMENT OF PROFIT & LOSS For the years ended 31st March 2014 and 2015</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%;">Particulars</th> <th style="width: 5%;">Note No.</th> <th style="width: 15%;">2013-14 (₹)</th> <th style="width: 15%;">2014-15 (₹)</th> <th style="width: 15%;">Absolute Change</th> <th style="width: 15%;">Percentage Change (%)</th> </tr> </thead> <tbody> <tr> <td>(i) Revenue from Operations</td> <td></td> <td style="text-align: right;">34,00,000</td> <td style="text-align: right;">75,00,000</td> <td style="text-align: right;">41,00,000</td> <td style="text-align: right;">120.59</td> </tr> <tr> <td>(ii) Add: other income</td> <td></td> <td style="text-align: right;">3,00,000</td> <td style="text-align: right;">1,50,000</td> <td style="text-align: right;">(1,50,000)</td> <td style="text-align: right;">50</td> </tr> <tr> <td>(iii) Total Revenue (i)+(ii)</td> <td></td> <td style="text-align: right;">37,00,000</td> <td style="text-align: right;">76,50,000</td> <td style="text-align: right;">39,50,000</td> <td style="text-align: right;">106.76</td> </tr> <tr> <td>(iv) Less: Expenses</td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td style="padding-left: 20px;">Employee Benefit Expenses</td> <td></td> <td style="text-align: right;">22,20,000</td> <td style="text-align: right;">45,90,000</td> <td style="text-align: right;">23,70,000</td> <td style="text-align: right;">106.76</td> </tr> <tr> <td style="padding-left: 20px;">Other Expenses</td> <td></td> <td style="text-align: right;">2,22,000</td> <td style="text-align: right;">4,59,000</td> <td style="text-align: right;">2,37,000</td> <td style="text-align: right;">106.76</td> </tr> <tr> <td style="padding-left: 20px;">Total Expenses</td> <td></td> <td style="text-align: right;">24,42,000</td> <td style="text-align: right;">50,49,000</td> <td style="text-align: right;">26,07,000</td> <td style="text-align: right;">106.76</td> </tr> <tr> <td>(v) Profit before Tax (iii)-(iv)</td> <td></td> <td style="text-align: right;">12,58,000</td> <td style="text-align: right;">26,01,000</td> <td style="text-align: right;">13,43,000</td> <td style="text-align: right;">106.76</td> </tr> <tr> <td>(vi) Less: Tax</td> <td></td> <td style="text-align: right;">6,29,000</td> <td style="text-align: right;">10,40,400</td> <td style="text-align: right;">4,11,400</td> <td style="text-align: right;">66.41</td> </tr> <tr> <td>(vii) Profit after tax</td> <td></td> <td style="text-align: right;">6,29,000</td> <td style="text-align: right;">15,60,600</td> <td style="text-align: right;">9,31,600</td> <td style="text-align: right;">148.11</td> </tr> </tbody> </table>	Particulars	Note No.	2013-14 (₹)	2014-15 (₹)	Absolute Change	Percentage Change (%)	(i) Revenue from Operations		34,00,000	75,00,000	41,00,000	120.59	(ii) Add: other income		3,00,000	1,50,000	(1,50,000)	50	(iii) Total Revenue (i)+(ii)		37,00,000	76,50,000	39,50,000	106.76	(iv) Less: Expenses						Employee Benefit Expenses		22,20,000	45,90,000	23,70,000	106.76	Other Expenses		2,22,000	4,59,000	2,37,000	106.76	Total Expenses		24,42,000	50,49,000	26,07,000	106.76	(v) Profit before Tax (iii)-(iv)		12,58,000	26,01,000	13,43,000	106.76	(vi) Less: Tax		6,29,000	10,40,400	4,11,400	66.41	(vii) Profit after tax		6,29,000	15,60,600	9,31,600	148.11	<p>1</p> <p>1</p> <p>1</p>
Particulars	Note No.	2013-14 (₹)	2014-15 (₹)	Absolute Change	Percentage Change (%)																																																																	
(i) Revenue from Operations		34,00,000	75,00,000	41,00,000	120.59																																																																	
(ii) Add: other income		3,00,000	1,50,000	(1,50,000)	50																																																																	
(iii) Total Revenue (i)+(ii)		37,00,000	76,50,000	39,50,000	106.76																																																																	
(iv) Less: Expenses																																																																						
Employee Benefit Expenses		22,20,000	45,90,000	23,70,000	106.76																																																																	
Other Expenses		2,22,000	4,59,000	2,37,000	106.76																																																																	
Total Expenses		24,42,000	50,49,000	26,07,000	106.76																																																																	
(v) Profit before Tax (iii)-(iv)		12,58,000	26,01,000	13,43,000	106.76																																																																	
(vi) Less: Tax		6,29,000	10,40,400	4,11,400	66.41																																																																	
(vii) Profit after tax		6,29,000	15,60,600	9,31,600	148.11																																																																	
			<p>Values (any two):</p> <ol style="list-style-type: none"> 1. Promoting environment friendly ways of supplying energy 2. Development of rural areas 3. Infrastructural development in rural areas to increase accessibility 4. Promoting use of indigenous resources 5. Providing employment opportunities <p style="text-align: center;">(or any other correct value)</p>	<p>$\frac{1}{2} + \frac{1}{2}$</p> <p>=</p> <p>4 Marks</p>																																																																		
23	23	23	<p>Q. Following is the.....prepare a Cash Flow Statement. Ans.</p>																																																																			

Cash Flow Statement of SN Ltd.
For the year ended 31st March 2015 as per AS-3 (Revised)

Particulars	Details (₹)	Amount (₹)
<u>A. Cash Flows from Operating Activities:</u>		
Net Profit before tax & extraordinary items (note 1)	1,50,000	
<u>Add: Non cash and non-operating charges</u>		
Goodwill written off	5,000	
Depreciation on machinery	49,500	
Interest on debentures	<u>30,000</u>	
<i>Operating profit before working capital changes</i>	2,34,500	
<u>Less: Increase in Current Assets</u>		
Increase in stock in trade	<u>(31,000)</u>	
<i>Cash from operations</i>	2,03,500	
Less: tax paid	<u>(35,000)</u>	
Net Cash generated from Operating Activities		1,68,500
<u>B. Cash flows from Investing Activities :</u>		
Purchase of machinery	(1,91,000)	
Purchase of non current investments	<u>(12,500)</u>	
Net Cash used in investing activities		(2,03,500)
<u>C. Cash flows from Financing Activities:</u>		
Issue of share capital	50,000	
Redemption of 12% debentures	(25,000)	
Interest on debentures paid	(30,000)	
Bank overdraft raised	<u>50,000</u>	
Net Cash flow from financing activities		45,000
Net increase in cash & cash equivalents (A+B+C)		10,000
<u>Add: Opening balance of cash & cash equivalents</u>		
Current Investments	30,000	
Cash and Cash Equivalents	<u>30,000</u>	
		60,000
Closing Balance of cash & cash equivalents		
Current Investments	25,000	
Cash and Cash Equivalents	<u>45,000</u>	
		70,000

Notes:

Calculation of Net Profit before tax:

Net profit as per statement of Profit & Loss	1,25,000	+
Add: Provision for tax made	<u>25,000</u>	
Net Profit before tax & extraordinary items	<u>1,50,000</u>	

Provision for tax A/c

Particulars	₹	Particulars	₹
To Bank A/c (Tax Paid)	35,000	By Balance b/d	45,000
To balance c/d	35,000	By Statement of P/L (Bal fig.)	25,000
	<u>70,000</u>		<u>70,000</u>

1 ½

+

1

+

2

+

½

+

1

=

6 Marks

PART C (Computerized Accounting)				
19	18	18	<p>Q. What is meant by 'Data Validation'? Ans. Data Validation is the process of ensuring that a program operates on clean, correct and useful data. It uses validation rules and constraints to check for the correctness, meaningfulness and security of data that are input to the system.</p>	1 Mark
18	19	19	<p>Q. What is meant.....example. Ans. Cell address is unique identification of a cell on the spreadsheet. As G8 would imply eighth row under the column G.</p>	1 mark
21	22	20	<p>Q. Internal manipulation.....accounting. How? Ans. Internal manipulation of accounting records is much easier due to following reasons:</p> <ul style="list-style-type: none"> • Defective logical sequence at programming stage. • Prone to hacking. (with example and explanation) 	2 X 2 = 4 Marks
22	20	21	<p>Q. What is meant byadvantages. Ans. DBMS is a collection of programs that help a business to create and maintain a database. It is a general purpose software system that facilitates the process of defining, constructing and manipulating database for various applications. Advantages of DBMS (Any two) with explanation:</p> <ol style="list-style-type: none"> 1. Reduce data redundancy 2. Information protection 3. Data dictionary management 4. Greater consistency 5. Reduced cost 6. Backup and recovery facility 7. Conditionality of data is maintained 	2 Marks + 1 X 2 2 Marks = 4 Marks
20	21	22	<p>Q. "A customizedExplain, how? Ans. The customized accounting software is developed:</p> <ul style="list-style-type: none"> • To meet special requirement of user. • Suitable for large and medium organisations. • Can be linked to other information systems. • Their cost of development and maintenance is comparatively high. • They can be modified according to the needs. New content can be added and obsolete commands can be deleted. • Specific provisions can be made regarding users and their authentication. 	= 4 Marks
-	-	23	<p>Q. Priyanka is a supervisor.....per month. Ans.</p> <ol style="list-style-type: none"> 1. = E11XF11/28 Where E11 is basic pay and F11 is number of effective working days which are 23 in this case. 2. =G11X65% Where G11 is the basic pay earned in part 1 3. = IF(C11="Sup",G11X25%,IF(C11="Nsup"X20%,0)) 4. =IF(C11"Sup",4000,IF(C11="Nsup",2000,0)) 	1 ½ X 4 = 6 Marks