

**-Strictly Confidential : (For Internal and Restricted Use Only)**  
**Senior School Certificate Examination**  
**March -2015-16**

**Marking Scheme - Accountancy (Delhi) 67/1/1, 67/1/2, 67/1/3**

**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<br>Accountancy (055)<br><u>Delhi – 67/1/1</u><br>Expected Answers / Value points  | Distribution of marks   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
|-----------------------|--|---|--|---|----------------------------|---------------------------------|-----------------------|--|---|---------------|-----|----------|--|-------|----------------------|-----|-------|--|--|--------------------------------|--|--|----------|--|-------------------------|--|--|-------|--|--|--|--|--|---------------|
| 67/1/1                | 67/1/2   | 67/1/3  |  |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 1                     | 6  | 6   | <b>Q. What is the.....firm.</b><br><br><b>Ans.</b> <ul style="list-style-type: none"> <li>Maximum number of partners : 50</li> <li>Companies Act, 2013</li> </ul>  | $\frac{1}{2} + \frac{1}{2}$<br><b>=1 Mark</b>   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 2                     | 3  | 5   | <b>Q. A, B and C..... C and D.</b><br><br><b>Ans.</b><br>A's share = $\frac{3}{6}$<br>B's share = $\frac{2}{6} - \frac{1}{16} = \frac{26}{96}$<br>C's share = $\frac{1}{6} - \frac{1}{16} = \frac{10}{96}$<br>D's share = $\frac{1}{8}$  | $\left. \begin{array}{l} \\ \\ \\ \end{array} \right\} \frac{1}{2}$<br><br>Thus, the New Profit sharing ratio for A, B, C and D will be<br>= $\frac{3}{6} : \frac{26}{96} : \frac{10}{96} : \frac{1}{8}$<br>= 24:13:5:6 | <b>=</b><br><b>1 Mark</b>  |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 3                     | 5  | 4   | <b>Q. Distinguish.....economic relationship'.</b><br><br><b>Ans.</b> <table border="1"> <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. | <b>1 Mark</b> |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 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. |  |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 4                     | 2  | 3   | <b>Q. State the.....Redemption Reserve.</b><br><br><b>Ans.</b> 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>   | <b>1 Mark</b>   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 5                     | 4  | 2   | <b>Q. On 1-1-2016..... of the company.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>Kamini Ltd.</b><br/><b>Journal</b></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</td> <td>Dr.</td> <td>3,03,500</td> <td></td> </tr> <tr> <td>Jan 1</td> <td>Calls in Arrears A/c</td> <td>Dr.</td> <td>1,500</td> <td></td> </tr> <tr> <td></td> <td>To Equity Share first call A/c</td> <td></td> <td></td> <td>3,00,000</td> </tr> <tr> <td></td> <td>To Calls in advance A/c</td> <td></td> <td></td> <td>5,000</td> </tr> <tr> <td></td> <td>( Being call money received except on 500 shares and received advance on 1,000 shares)</td> <td></td> <td></td> <td></td> </tr> </tbody> </table> | Date  | Particulars                | LF                              | Dr (₹)                | Cr (₹)   | 2016  | Bank A/c      | Dr. | 3,03,500 |  | Jan 1 | Calls in Arrears A/c | Dr. | 1,500 |  |  | To Equity Share first call A/c |  |  | 3,00,000 |  | To Calls in advance A/c |  |  | 5,000 |  | ( Being call money received except on 500 shares and received advance on 1,000 shares) |  |  |  | <b>1 Mark</b> |
| Date                  | Particulars  | LF  | Dr (₹)   | Cr (₹)  |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 2016                  | Bank A/c   | Dr.   | 3,03,500   |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| Jan 1                 | Calls in Arrears A/c   | Dr.   | 1,500  |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
|                       | To Equity Share first call A/c   |   |  | 3,00,000  |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
|                       | To Calls in advance A/c  |   |  | 5,000   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
|                       | ( Being call money received except on 500 shares and received advance on 1,000 shares) |   |  |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |
| 6                     | 1  | 1   | <b>Q. Nusrat and Sonu.....were fixed.</b><br><b>Ans.</b>   |   |                            |                                 |                       |  |   |               |     |          |  |       |                      |     |       |  |  |                                |  |  |          |  |                         |  |  |       |  |  |  |  |  |               |

|                |   |           | <b>Journal</b>   |        |                    |  |  | <b>1 Mark</b>  |  |
|----------------|---|-----------|--|--------|--------------------|--|--|--|--|
| Date           | Particulars   | LF        | Dr (₹)   | Cr (₹) |                    |  |  |  |  |
| 2015<br>Mar 31 | Nusrat's Current A/c Dr.<br>To Interest on Drawings A/c<br>(Being Interest on drawings charged)   |           | 300  |        | 300                |  |  |  |  |
| <b>7</b>       | <b>-</b>  | <b>10</b> | <b>Q. KTR Ltd. ....5% per annum.</b><br><b>Ans.</b><br><b>(a)</b>  |        |                    |  |  | <br><br>$\frac{1}{2}$<br><br><b>1</b><br><br><br><br><br><br><br><br>$\frac{1}{2}$<br><br><br><br><br><br><br><br><b>1</b><br><br><br><br><br><br><br><br><b>=</b><br><b>3 Marks</b> |  |
|                |   |           | <b>KTR Ltd.</b>  |        |                    |  |  |  |  |
|                |   |           | <b>Journal</b>   |        |                    |  |  |  |  |
| Date           | Particulars   | LF        | Dr (₹)   | Cr (₹) |                    |  |  |  |  |
| 2016<br>Mar 4  | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)   |           | 3,65,000   |        | 3,65,000           |  |  |  |  |
| 2016<br>Mar 4  | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 10%)   |           | 3,65,000<br>36,500   |        | 3,65,000<br>36,500 |  |  |  |  |
|                |   |           | (b)  |        |                    |  |  |  |  |
|                |   |           | <b>KTR Ltd.</b>  |        |                    |  |  |  |  |
|                |   |           | <b>Journal</b>   |        |                    |  |  |  |  |
| Date           | Particulars   | LF        | Dr (₹)   | Cr (₹) |                    |  |  |  |  |
| 2016<br>Mar 4  | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)   |           | 3,43,100   |        | 3,43,100           |  |  |  |  |
| 2016<br>Mar 4  | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%)  |           | 3,43,100<br>40,150   |        | 3,65,000<br>18,250 |  |  |  |  |
|                |   |           | <b>OR</b>  |        |                    |  |  |  |  |
|                | 9% Debenture Application & Allotment A/c Dr.<br>Discount on Issue of Debentures A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%) |           | 3,43,100<br>21,900<br>18,250   |        | 3,65,000<br>18,250 |  |  |  |  |
| <b>8</b>       | <b>10</b>   | <b>9</b>  | <b>Q. State any three.....may arise.</b><br><b>Ans.</b><br>In addition to the stated circumstances, the need for the valuation of goodwill in partnership may arise in the following circumstances: <ul style="list-style-type: none"> <li>• Change in the profit sharing ratio amongst the existing partners.</li> <li>• Dissolution of a firm involving sale of business as a going concern</li> <li>• Amalgamation of partnership firms.</li> </ul> |        |                    |  |  | <b>1 x 3</b><br><b>=</b><br><b>3 Marks</b>   |  |

| 9    | -  | 8  | <p><b>Q. Sandesh Ltd..... books of Sandesh Ltd.</b><br/> <b>Ans.</b></p> <p style="text-align: center;"><b>Sandesh Ltd.</b><br/> <b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 60%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 10%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Sundry Assets A/c <span style="float: right;">Dr.</span><br/> To Sundry liabilities A/c<br/> To Sanchar Ltd. A/c<br/> To Capital Reserve A/c<br/> ( Being Assets &amp; Liabilities acquired)</td> <td></td> <td style="text-align: right;">7,00,000</td> <td style="text-align: right;">2,00,000<br/>4,59,500<br/>40,500</td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br/> To Bills Payable A/c<br/> To Equity Share Capital A/c<br/> To Securities Premium Reserve A/c<br/> (Being draft accepted and equity shares issued at a premium of 10%)</td> <td></td> <td style="text-align: right;">4,59,500</td> <td style="text-align: right;">8,500<br/>4,10,000<br/>41,000</td> </tr> <tr> <td></td> <td style="text-align: center;">OR</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br/> To Bills Payable A/c<br/> (Being draft accepted)</td> <td></td> <td style="text-align: right;">8,500</td> <td style="text-align: right;">8,500</td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br/> To Equity Share Capital A/c<br/> To Securities Premium Reserve A/c<br/> (Being equity shares issued at a premium of 10%)</td> <td></td> <td style="text-align: right;">4,51,000</td> <td style="text-align: right;">4,10,000<br/>41,000</td> </tr> </tbody> </table> | Date                                  | Particulars | LF | Dr (₹) | Cr (₹) |  | Sundry Assets A/c <span style="float: right;">Dr.</span><br>To Sundry liabilities A/c<br>To Sanchar Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired) |  | 7,00,000    | 2,00,000<br>4,59,500<br>40,500 |  | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being draft accepted and equity shares issued at a premium of 10%)     |  | 4,59,500    | 8,500<br>4,10,000<br>41,000           |  | OR |  |  |  |  | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Bills Payable A/c<br>(Being draft accepted) |  | 8,500 | 8,500 |  | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium of 10%) |  | 4,51,000 | 4,10,000<br>41,000 | <p>1 ½</p> <p>1 ½</p> <p>OR</p> <p>½</p> <p>1<br/>=<br/>3 Marks</p> |
|------|--|----|---|---------------------------------------|-------------|----|--------|--------|--|--|--|-------------|--------------------------------|--|--|--|-------------|---------------------------------------|--|----|--|--|--|--|---|--|-------|-------|--|---|--|----------|--------------------|---|
| Date | Particulars  | LF | Dr (₹)  | Cr (₹)                                |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Sundry Assets A/c <span style="float: right;">Dr.</span><br>To Sundry liabilities A/c<br>To Sanchar Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired)   |    | 7,00,000  | 2,00,000<br>4,59,500<br>40,500        |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being draft accepted and equity shares issued at a premium of 10%)     |    | 4,59,500  | 8,500<br>4,10,000<br>41,000           |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | OR   |    |   |                                       |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Bills Payable A/c<br>(Being draft accepted)  |    | 8,500   | 8,500                                 |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Sanchar Ltd. A/c <span style="float: right;">Dr.</span><br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium of 10%)  |    | 4,51,000  | 4,10,000<br>41,000                    |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
| 10   | 8  | 7  | <p><b>Q. To provide employment.....to propagate.</b><br/> <b>Ans.</b></p> <p style="text-align: center;"><b>X Ltd.</b><br/> <b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 60%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 10%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c <span style="float: right;">Dr.</span><br/> To Equity Share Application and allotment A/c<br/> (Being application &amp; allotment money received for 20,00,000 shares)</td> <td></td> <td style="text-align: right;">3,00,00,000</td> <td style="text-align: right;">3,00,00,000</td> </tr> <tr> <td></td> <td>Equity Share application and allotment A/c <span style="float: right;">Dr.</span><br/> To Equity Share capital A/c<br/> To Bank A/c<br/> To Securities Premium Reserve A/c<br/> (Being share application and allotment money adjusted)</td> <td></td> <td style="text-align: right;">3,00,00,000</td> <td style="text-align: right;">75,00,000<br/>1,87,50,000<br/>37,50,000</td> </tr> </tbody> </table> <p><b>Values ( Any Two):</b></p> <ol style="list-style-type: none"> <li>1. Providing employment opportunities.</li> <li>2. Development of backward areas.</li> <li>3. Helping the young people to undertake developmental activities.</li> <li>4. Promoting peace and harmony in the society.</li> </ol> <p style="text-align: center;"><b>(Or Any other correct value)</b></p>  | Date                                  | Particulars | LF | Dr (₹) | Cr (₹) |  | Bank A/c <span style="float: right;">Dr.</span><br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares)          |  | 3,00,00,000 | 3,00,00,000                    |  | Equity Share application and allotment A/c <span style="float: right;">Dr.</span><br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted) |  | 3,00,00,000 | 75,00,000<br>1,87,50,000<br>37,50,000 | <p>½</p> <p>½</p> <p>1 X 2<br/>=<br/>3 Marks</p> |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
| Date | Particulars  | LF | Dr (₹)  | Cr (₹)                                |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Bank A/c <span style="float: right;">Dr.</span><br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares)  |    | 3,00,00,000   | 3,00,00,000                           |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
|      | Equity Share application and allotment A/c <span style="float: right;">Dr.</span><br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted) |    | 3,00,00,000   | 75,00,000<br>1,87,50,000<br>37,50,000 |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |
| 11   | 12   | 11 | <p><b>Q. P and Q.....year ended 31-3-2015.</b><br/> <b>Ans.</b></p>   |                                       |             |    |        |        |  |  |  |             |                                |  |  |  |             |                                       |  |    |  |  |  |  |   |  |       |       |  |   |  |          |                    |   |

| <b>Profit &amp; Loss Appropriation A/c of P, Q and R</b> |                 |  |                 |
|--|-----------------|--|-----------------|
| <b>Dr.</b>   |                 | <b>Cr.</b>                                 |                 |
| <b>For the year ended 31<sup>st</sup> March 2015</b>     |                 |  |                 |
| Particulars  | Amount (₹)      | Particulars                                | Amount (₹)      |
| To Partners' Capital A/c:<br>(transfer of profit)        |                 | By Profit and loss A/c<br>(net profit) (1) | 4,00,000        |
| P - 2,18,750   |                 |  |                 |
| Less Deficiency- <u>15,000</u>                           | (1) 2,03,750    |  |                 |
| Q- 1,31,250  |                 |  |                 |
| Less Deficiency- <u>10,000</u>                           | (1) 1,21,250    |  |                 |
| R- 50,000  |                 |  |                 |
| Add from P 15,000  |                 |  |                 |
| From Q <u>10,000</u>                                     | (1) 75,000      |  |                 |
|  | <u>4,00,000</u> |  | <u>4,00,000</u> |

= 4 Marks

| 12              | 11  | 12 | <p><b>Q. Vikas, Vishal and Vaibhav.....Vaibhav's Death.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Journal of Vikas, Vishal and Vaibhav</b></p> <table border="1" style="width: 100%;"> <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>2015<br/>Dec. 31</td> <td>Vikas's Capital A/c Dr.<br/>Vishal's Capital A/c Dr.<br/>    To Vaibhav's Capital A/c<br/>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1)</td> <td></td> <td>12,000<br/>12,000</td> <td>24,000</td> </tr> <tr> <td>Dec. 31</td> <td>Vaibhav's Capital A/c Dr.<br/>    To Profit &amp; Loss A/c<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</td> <td></td> <td>10,000</td> <td>10,000</td> </tr> <tr> <td colspan="5" style="text-align: center;"><b>OR</b></td> </tr> <tr> <td></td> <td>Vikas's Capital A/c Dr.<br/>Vishal's Capital A/c Dr.<br/>Vaibhav's Capital A/c Dr.<br/>    To Profit &amp; Loss A/c<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</td> <td></td> <td>20,000<br/>20,000<br/>10,000</td> <td>50,000</td> </tr> <tr> <td>Dec. 31</td> <td>Profit &amp; Loss Suspense A/c Dr.<br/>    To Vaibhav's Capital A/c<br/>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)</td> <td></td> <td>11,250</td> <td>11,250</td> </tr> <tr> <td>Dec. 31</td> <td>Vaibhav's Capital A/c Dr.<br/>    To Vaibhav's executors' A/c<br/>(Being amount due to Vaibhav transferred to his executors' A/c)</td> <td></td> <td>4,05,250</td> <td>4,05,250</td> </tr> </tbody> </table> | Date     | Particulars | LF | Dr (₹) | Cr (₹) | 2015<br>Dec. 31 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) |  | 12,000<br>12,000 | 24,000 | Dec. 31 | Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred) |  | 10,000 | 10,000 | <b>OR</b> |  |  |  |  |  | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred) |  | 20,000<br>20,000<br>10,000 | 50,000 | Dec. 31 | Profit & Loss Suspense A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c) |  | 11,250 | 11,250 | Dec. 31 | Vaibhav's Capital A/c Dr.<br>To Vaibhav's executors' A/c<br>(Being amount due to Vaibhav transferred to his executors' A/c) |  | 4,05,250 | 4,05,250 | 1<br><br>1<br><br>1<br><br>1<br><br>= 4 Marks |
|-----------------|---|----|---|----------|-------------|----|--------|--------|-----------------|---|--|------------------|--------|---------|--|--|--------|--------|-----------|--|--|--|--|--|---|--|----------------------------|--------|---------|---|--|--------|--------|---------|---|--|----------|----------|---|
| Date            | Particulars   | LF | Dr (₹)  | Cr (₹)   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| 2015<br>Dec. 31 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) |    | 12,000<br>12,000  | 24,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred)  |    | 10,000  | 10,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| <b>OR</b>       |   |    |   |          |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
|                 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred)                     |    | 20,000<br>20,000<br>10,000  | 50,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Profit & Loss Suspense A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)   |    | 11,250  | 11,250   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Vaibhav's Capital A/c Dr.<br>To Vaibhav's executors' A/c<br>(Being amount due to Vaibhav transferred to his executors' A/c)   |    | 4,05,250  | 4,05,250 |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |

|    |   |   |   |  |
|----|---|---|---|--|
| 13 | - | - | <p><b>Q. L and M were..... made by cheque.</b></p> <p><b>Ans.</b></p> |  |
|----|---|---|---|--|

### Journal of L and M

| Date | Particulars  | LF | Dr (₹)         | Cr (₹) |
|------|--|----|----------------|--------|
| (a)  | Bank A/c <span style="float: right;">Dr.</span><br>To Realisation A/c<br>( Being payment received from creditors)  |    | 40,000         | 40,000 |
| (b)  | No Entry   |    |                |        |
| (c)  | Realisation A/c <span style="float: right;">Dr.</span><br>To Bank A/c/ Cash A/c<br>(Being partial payment made to creditors through cheque)  |    | 30,000         | 30,000 |
| (d)  | L's Capital A/c <span style="float: right;">Dr.</span><br>M's Capital A/c <span style="float: right;">Dr.</span><br>To Realisation A/c<br>(Being loss on realisation transferred to partners' capital A/c) |    | 1,600<br>2,400 | 4,000  |

1 ½

1 ½

1 ½

1 ½  
= 6 Marks

14 14 -

**Q. Ashok, Bhim and Chetan.....the reconstituted firm.**

**Ans.**

**Dr. Revaluation A/c Cr.**

| Particulars  | Amt (₹)       | Particulars   | Amt (₹)       |
|--|---------------|---|---------------|
| To Building A/c <span style="float: right;">½</span> | 6,000         | By Land A/c <span style="float: right;">½</span>      | 60,000        |
| To Partners' Capital A/c:<br>(transfer of profit)    |               | By Creditors A/c <span style="float: right;">½</span> | 12,000        |
| Ashok 33,000 } <span style="float: right;">½</span>  |               |   |               |
| Bhim 22,000 }  |               |   |               |
| Chetan 11,000 }                                      | 66,000        |   |               |
|  | <u>72,000</u> |   | <u>72,000</u> |

2

**Dr. Partner's Capital A/c Cr.**

| Particulars   | Ashok ₹         | Bhim ₹          | Chetan ₹      | Particulars             | Ashok ₹         | Bhim ₹          | Chetan ₹      |
|---|-----------------|-----------------|---------------|-------------------------|-----------------|-----------------|---------------|
| To Ashok's Capital A/c <span style="float: right;">½</span> | ---             | ---             | 50,000        | By Balance b/d          | 2,00,000        | 1,00,000        | 50,000        |
| To Balance c/d <span style="float: right;">½</span>         | 3,13,000        | 1,42,000        | 21,000        | By Revaluation A/c      | 33,000          | 22,000          | 11,000        |
|   |                 |                 |               | By General Reserve A/c  | 30,000          | 20,000          | 10,000        |
|   |                 |                 |               | By Chetan's Capital A/c | 50,000          | ---             | ---           |
|   | <u>3,13,000</u> | <u>1,42,000</u> | <u>71,000</u> |                         | <u>3,13,000</u> | <u>1,42,000</u> | <u>71,000</u> |

½

2

½

#### Balance Sheet as at 1<sup>st</sup> April 2015

| Liabilities                                      | Amt (₹)         | Assets  | Amt (₹)         |
|--|-----------------|---|-----------------|
| Creditors } <span style="float: right;">½</span> | 88,000          | Land } <span style="float: right;">½</span>     | 1,60,000        |
| Bills Payable }                                  | 40,000          | Building } <span style="float: right;">½</span> | 94,000          |
| Capitals:  |                 | Plant } <span style="float: right;">½</span>    | 2,00,000        |
| Ashok 3,13,000                                   |                 | Stock } <span style="float: right;">½</span>    | 80,000          |
| Bhim 1,42,000                                    |                 | Debtors } <span style="float: right;">½</span>  | 60,000          |
| Chetan 21,000                                    | 4,76,000        | Bank }  | 10,000          |
|  | <u>6,04,000</u> |   | <u>6,04,000</u> |

2

=

6 Marks

Working notes:

**Ashok's Sacrifice/ Gain** =  $3/6 - 1/3 = 1/6$  (Sacrifice)

**Bhim's Sacrifice/ Gain** =  $2/6 - 1/3 = \text{Nil}$

**Chetan's Sacrifice/ Gain** =  $1/6 - 1/3 = -1/6$  (Gain)

15

**Q. On 1-4-2013.....interest on debentures.**

**Ans.**

(i)

**JN Ltd.  
Journal**

| Date              | Particulars  | LF | Dr. Amt<br>(₹)    | Cr. Amt<br>(₹) |
|-------------------|--|----|-------------------|----------------|
| 2014<br>Apr 1     | Own Debentures A/c Dr.<br>To Bank A/c<br>(Being purchase of 2000 own debentures for ₹ 101 each )   |    | 2,02,000          | 2,02,000       |
| 2014<br>Apr 1     | 9% Debenture A/c Dr.<br>Loss on Redemption of Debenture A/c Dr.<br>To Own Debenture A/c<br>(Being redemption of debentures)  |    | 2,00,000<br>2,000 | 2,02,000       |
| 2015<br>Mar<br>31 | Statement of Profit and Loss Dr.<br>To Loss on Redemption of Debenture A/c<br>(Being Loss on Redemption of Debentures transferred to Statement of Profit and Loss) |    | 2,000             | 2,000          |

½

1

½

=

**2 marks**

(ii)

**JN Ltd.  
Journal**

| Date          | Particulars   | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹) |
|---------------|---|----|----------------|----------------|
| 2015<br>Apr 1 | 9% Debentures A/c Dr.<br>To Debenture holders A/c<br>(Being payment due to debenture holders on redemption) |    | 4,00,000       | 4,00,000       |
| 2015<br>Apr 1 | Debenture holders A/c Dr.<br>To Bank A/c<br>(Being payment due to debenture holders discharged )            |    | 4,00,000       | 4,00,000       |

1

1

=

**2 marks**

(iii)

**JN Ltd.  
Journal**

| Date          | Particulars  | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹)    |
|---------------|--|----|----------------|-------------------|
| 2016<br>Apr 1 | Own Debenture A/c Dr.<br>To Bank A/c<br>(Being purchase of own debentures)   |    | 3,97,000       | 3,97,000          |
| 2016<br>Apr 1 | 9% Debenture A/c Dr.<br>To Own Debenture A/c<br>To Profit on Redemption of Debentures A/c<br>(Being redemption of debentures ) |    | 4,00,000       | 3,97,000<br>3,000 |

½

1

|      |  |            | 2016<br>Apr 1  | Profit on Redemption of Debentures A/c<br>To Capital Reserve A/c<br>(Being transfer of profit on redemption of debentures to capital reserve) | Dr.           |  | 3,000 | 3,000 | $\frac{1}{2}$<br>=2 marks<br><br>=2+2+2<br><br>=6 marks |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|------|--|------------|--|---|---------------|--|-------|-------|---|-------------|----|----------------|----------------|--|--|---|-----|-----------|-----------|---------------|--|--|-----|-----------|--|---|--|--|-----|----------|----------------------|---------------|--|--|-----|----------|----------|---|--|-----------|--|--|--|--|--|--|------------|-------------------|----------|--|--|--|------------|----------------|----------------|---|--|--|-----|----------|----------------------|---------------|
| 16   | 17   | 17         | <b>Q. KS Ltd.....books of KS Ltd.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>KS Ltd.</b><br/><b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr. Amt<br/>(₹)</th> <th>Cr. Amt<br/>(₹)</th> <th></th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c<br/>To Equity Share Application A/c<br/>(Being application money received on shares)</td> <td>Dr.</td> <td>12,80,000</td> <td>12,80,000</td> <td><math>\frac{1}{2}</math></td> </tr> <tr> <td></td> <td>Equity Share Application A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>To Bank A/c<br/>To Equity Share Allotment A/c<br/>(Being application money transferred to share capital A/c)</td> <td>Dr.</td> <td>12,80,000</td> <td>4,80,000<br/>1,60,000<br/>3,20,000<br/>3,20,000</td> <td>1</td> </tr> <tr> <td></td> <td>Equity Share Allotment A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being share allotment made due)</td> <td>Dr.</td> <td>9,60,000</td> <td>4,80,000<br/>4,80,000</td> <td><math>\frac{1}{2}</math></td> </tr> <tr> <td></td> <td>Bank A/c<br/>To Equity Share Allotment a/c<br/>(Being allotment money received except on 800 shares)</td> <td>Dr.</td> <td>6,36,800</td> <td>6,36,800</td> <td>1</td> </tr> <tr> <td></td> <td style="text-align: center;"><b>OR</b></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Bank A/c<br/>Calls in Arrears A/c<br/>To Equity Share Allotment A/c<br/>(Being allotment money received except on 800 shares)</td> <td>Dr.<br/>Dr.</td> <td>6,36,800<br/>3,200</td> <td>6,40,000</td> <td></td> </tr> <tr> <td></td> <td>Equity Share Capital A/c<br/>Securities Premium Reserve A/c<br/>To Shares Forfeited A/c<br/>To Equity Share Allotment A/c/ Calls in arrears A/c<br/>(Being 800 shares of Jain forfeited after allotment)</td> <td>Dr.<br/>Dr.</td> <td>4,800<br/>2,400</td> <td>4,000<br/>3,200</td> <td>1</td> </tr> <tr> <td></td> <td>Equity Share First &amp; Final call A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being first &amp; final call due on 1,59,200 shares)</td> <td>Dr.</td> <td>9,55,200</td> <td>6,36,800<br/>3,18,400</td> <td><math>\frac{1}{2}</math></td> </tr> </tbody> </table> |   |               |  |       |       | Date  | Particulars | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹) |  |  | Bank A/c<br>To Equity Share Application A/c<br>(Being application money received on shares) | Dr. | 12,80,000 | 12,80,000 | $\frac{1}{2}$ |  | Equity Share Application A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>To Bank A/c<br>To Equity Share Allotment A/c<br>(Being application money transferred to share capital A/c) | Dr. | 12,80,000 | 4,80,000<br>1,60,000<br>3,20,000<br>3,20,000 | 1 |  | Equity Share Allotment A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being share allotment made due) | Dr. | 9,60,000 | 4,80,000<br>4,80,000 | $\frac{1}{2}$ |  | Bank A/c<br>To Equity Share Allotment a/c<br>(Being allotment money received except on 800 shares) | Dr. | 6,36,800 | 6,36,800 | 1 |  | <b>OR</b> |  |  |  |  |  | Bank A/c<br>Calls in Arrears A/c<br>To Equity Share Allotment A/c<br>(Being allotment money received except on 800 shares) | Dr.<br>Dr. | 6,36,800<br>3,200 | 6,40,000 |  |  | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share Allotment A/c/ Calls in arrears A/c<br>(Being 800 shares of Jain forfeited after allotment) | Dr.<br>Dr. | 4,800<br>2,400 | 4,000<br>3,200 | 1 |  | Equity Share First & Final call A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being first & final call due on 1,59,200 shares) | Dr. | 9,55,200 | 6,36,800<br>3,18,400 | $\frac{1}{2}$ |
| Date | Particulars  | LF         | Dr. Amt<br>(₹)   | Cr. Amt<br>(₹)  |               |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Bank A/c<br>To Equity Share Application A/c<br>(Being application money received on shares)  | Dr.        | 12,80,000  | 12,80,000   | $\frac{1}{2}$ |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Equity Share Application A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>To Bank A/c<br>To Equity Share Allotment A/c<br>(Being application money transferred to share capital A/c) | Dr.        | 12,80,000  | 4,80,000<br>1,60,000<br>3,20,000<br>3,20,000  | 1             |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Equity Share Allotment A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being share allotment made due)   | Dr.        | 9,60,000   | 4,80,000<br>4,80,000  | $\frac{1}{2}$ |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Bank A/c<br>To Equity Share Allotment a/c<br>(Being allotment money received except on 800 shares)   | Dr.        | 6,36,800   | 6,36,800  | 1             |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | <b>OR</b>  |            |  |   |               |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Bank A/c<br>Calls in Arrears A/c<br>To Equity Share Allotment A/c<br>(Being allotment money received except on 800 shares)   | Dr.<br>Dr. | 6,36,800<br>3,200  | 6,40,000  |               |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share Allotment A/c/ Calls in arrears A/c<br>(Being 800 shares of Jain forfeited after allotment)           | Dr.<br>Dr. | 4,800<br>2,400   | 4,000<br>3,200  | 1             |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |
|      | Equity Share First & Final call A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being first & final call due on 1,59,200 shares)   | Dr.        | 9,55,200   | 6,36,800<br>3,18,400  | $\frac{1}{2}$ |  |       |       |   |             |    |                |                |  |  |   |     |           |           |               |  |  |     |           |  |   |  |  |     |          |                      |               |  |  |     |          |          |   |  |           |  |  |  |  |  |  |            |                   |          |  |  |  |            |                |                |   |  |  |     |          |                      |               |



|  |  |  |  |            |  |                   |                |  |  |
|--|--|--|--|------------|--|-------------------|----------------|--|--|
|  |  |  | Bank A/c<br>To Equity share First and Final call a/c<br>(Being first & final call money received except on 800 shares)   | Dr.        |  | 9,50,400          | 9,50,400       |  | <b>1</b>                               |
|  |  |  | <b>OR</b>  |            |  |                   |                |  |  |
|  |  |  | Bank A/c<br>Calls in arrears A/c<br>To Equity Share First and Final call A/c<br>(Being first & final call money received except on 800 shares)   | Dr.<br>Dr. |  | 9,50,400<br>4,800 | 9,55,200       |  |  |
|  |  |  | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share first and final call /Calls in arrears A/c<br>(Being 800 shares of Gupta forfeited) | Dr.<br>Dr. |  | 8,000<br>1,600    | 4,800<br>4,800 |  | <b>1</b>                               |
|  |  |  | Bank A/c<br>Shares Forfeited A/c<br>To Equity Share Capital A/c<br>(Being 1000 shares reissued for ₹ 8 per share fully paid up)  | Dr.<br>Dr. |  | 8,000<br>2,000    | 10,000         |  | $\frac{1}{2}$                          |
|  |  |  | Shares Forfeited A/c<br>To Capital Reserve A/c<br>(Being gain on reissue on forfeited shares transferred to capital reserve account)   | Dr.        |  | 3,200             | 3,200          |  | <b>1</b><br><b>=</b><br><b>8 Marks</b> |

| 16<br>OR      | 17<br>OR   | 17<br>OR | Q.CG Ltd. Had.....blanks.    |  |    |                          |  | ½              |   |   |   |   |   |   |   |   |
|---------------|--|----------|------------------------------|--|----|--------------------------|--|----------------|---|---|---|---|---|---|---|---|
|               |  |          | Ans.                         |  |    |                          |  |                | 1 |   |   |   |   |   |   |   |
|               |  |          | <b>CG Ltd.<br/>Journal</b>   |  |    |                          |  |                |   | ½ |   |   |   |   |   |   |
|               |  |          | Date                         | Particulars  | LF | Dr. Amt<br>(₹)           | Cr. Amt<br>(₹)   |                |   |   | ½ |   |   |   |   |   |
|               |  |          | 2015<br>Jan10                | <b>Bank A/c</b> Dr.<br><b>To Equity Share Application A/c</b><br>(Amount received on application 70,000 shares @ ₹ 5 per share including premium)  |    | <b>3,50,000</b>          | <b>3,50,000</b>  |                |   |   |   | 1 |   |   |   |   |
|               |  |          | Jan16                        | Equity Share Application A/c Dr.<br><b>To Equity Share Capital A/c</b><br><b>To Securities Premium Reserve A/c</b><br><b>To Bank A/c</b><br><b>To Equity Share Allotment A/c</b><br>(Transfer of application money to share capital, securities premium, money refunded for 8000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis) |    | <b>3,50,000</b>          | <b>1,50,000</b><br><b>1,00,000</b><br><b>40,000</b><br><b>60,000</b> |                |   |   |   |   | 1 |   |   |   |
|               |  |          | Jan31                        | <b>Equity Share allotment A/c</b> Dr.<br><b>To Equity Share Capital A/c</b><br>(Amount due on allotment @ ₹ 4 per share)   |    | <b>2,00,000</b>          | <b>2,00,000</b>  |                |   |   |   |   |   | 1 |   |   |
|               |  |          | Feb20                        | <b>Bank A/c</b> Dr.<br><b>To Equity share allotment a/c</b><br>(Balance amount received on allotment)  |    | <b>1,40,000</b>          | <b>1,40,000</b>  |                |   |   |   |   |   |   | 1 |   |
|               |  |          | Apr01                        | <b>Equity share first and final call A/c</b> Dr.<br><b>To Equity share Capital A/c</b><br>(First and final call money due)   |    | <b>1,50,000</b>          | <b>1,50,000</b>  |                |   |   |   |   |   |   |   | 1 |
|               |  |          | Apr20                        | <b>Bank A/c</b> Dr.<br>Calls in arrears A/c Dr.<br><b>To Equity Share first and final call A/c</b><br>(Money received on first and final call )  |    | <b>1,48,500</b><br>1,500 | <b>1,50,000</b>  |                |   |   |   |   |   |   |   |   |
| Aug27         | <b>Equity Share capital A/c</b> Dr.<br><b>To Forfeited Shares A/c</b><br><b>To Calls in arrears A/c</b><br>(Forfeited the shares on which call money was not received) |          | <b>5,000</b>                 | <b>3,500</b><br><b>1,500</b>   | 1  |                          |  |                |   |   |   |   |   |   |   |   |
| Oct03         | <b>Bank A/c</b> Dr.<br><b>Forfeited Shares A/c</b> Dr.<br><b>To Equity Share Capital A/c</b><br>(Re-issued the forfeited shares @ ₹ 8 per share fully paid up))        |          | <b>4,000</b><br><b>1,000</b> | <b>5,000</b>   |    | 1                        |  |                |   |   |   |   |   |   |   |   |
| 2016<br>Mar31 | <b>Shares Forfeited A/c</b> Dr.<br><b>To Capital Reserve A/c</b><br>(Being gain on reissue on forfeited shares transferred to capital reserve account)                 |          | <b>2,500</b>                 | <b>2,500</b>   |    |                          | 1<br><br>=   |                |   |   |   |   |   |   |   |   |
|               |  |          |                              |  |    |                          |  | <b>8 Marks</b> |   |   |   |   |   |   |   |   |

|  |  |   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|--|--|---|--|----------------------|-----------------------------|----------------------|----------------------|----------------------|----------------------|--|-------|---|---|-------|---|--|--|---------------------------|--|--|---------------------------|--|--|---------------------------|--|--|--|--|---------------------|---------------------|----------|----------------------|----------------------|--|-----------|--|--|--|--|--|--|--|-----------|--------------------|----------|----------|----------|----------|--------------------|----------|----------|----------|----------|---|-------|-------|-------|-----|----------------|--------|--------|--------|-----|---|--------|--------|--------|--------|-------------|---|---|---|--------|--|--|--|--|--|------------------------|--------|-------|-------|-----|--|--|--|--|--|-----------------------------|--------|-----|-----|-----|--|----------------------|----------------------|----------------------|----------------------|--|----------------------|----------------------|----------------------|----------------------|--------------------|----------------|---------------|----------------|--|--------|---|--------|---------------------|--|--|--------|----------------------------|--|---|--------|----------------------------|--|--|--------|----------------------------|--|---|--------|-----------------|--|-------|----------|--|------------------------|--|------------------------|--|
| 17   | 16   | 16  | <p><b>Q. A, B and C.....reconstituted firm.</b><br/> <b>Ans.</b></p> <p style="text-align:center;"><b>Revaluation A/c</b></p> <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:50%; text-align:center;"><b>Dr</b></td> <td style="width:5%;"></td> <td style="width:50%; text-align:right;"><b>Cr</b></td> </tr> <tr> <td style="border: 1px solid black;"><b>Particulars</b></td> <td style="border: 1px solid black;"><b>Amt (₹)</b></td> <td style="border: 1px solid black;"><b>Particulars</b></td> </tr> <tr> <td>To Investments A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">6,000</td> <td>By Creditors A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> </tr> <tr> <td>To Machinery A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">6,000</td> <td>By Partners' Capital A/c<br/>(transfer of loss)</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">A                   4,500</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">B                   3,000</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">C                   1,500</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right; border-left: 1px solid black;">} <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">9,000</td> </tr> <tr> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>12,000</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>12,000</u></b></td> </tr> </table><br><p style="text-align:center;"><b>Partner's Capital A/c</b></p> <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:5%;"></td> <td style="width:20%; text-align:center;"><b>Dr</b></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%;"></td> <td style="width:20%; text-align:right;"><b>Cr</b></td> </tr> <tr> <td style="border: 1px solid black;"><b>Particulars</b></td> <td style="border: 1px solid black;"><b>A</b></td> <td style="border: 1px solid black;"><b>B</b></td> <td style="border: 1px solid black;"><b>C</b></td> <td style="border: 1px solid black;"><b>D</b></td> <td style="border: 1px solid black;"><b>Particulars</b></td> <td style="border: 1px solid black;"><b>A</b></td> <td style="border: 1px solid black;"><b>B</b></td> <td style="border: 1px solid black;"><b>C</b></td> <td style="border: 1px solid black;"><b>D</b></td> </tr> <tr> <td>To Revaluation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">4,500</td> <td style="text-align:right;">3,000</td> <td style="text-align:right;">1,500</td> <td style="text-align:center;">---</td> <td>By Balance b/d</td> <td style="text-align:right;">60,000</td> <td style="text-align:right;">40,000</td> <td style="text-align:right;">20,000</td> <td style="text-align:center;">---</td> </tr> <tr> <td>To Balance c/d <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">81,000</td> <td style="text-align:right;">44,000</td> <td style="text-align:right;">22,000</td> <td style="text-align:right;">29,400</td> <td>By Bank A/c</td> <td style="text-align:center;">-</td> <td style="text-align:center;">-</td> <td style="text-align:center;">-</td> <td style="text-align:right;">29,400</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td>By General Reserve A/c</td> <td style="text-align:right;">10,500</td> <td style="text-align:right;">7,000</td> <td style="text-align:right;">3,500</td> <td style="text-align:center;">---</td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td>By premium for goodwill A/c</td> <td style="text-align:right;">15,000</td> <td style="text-align:center;">---</td> <td style="text-align:center;">---</td> <td style="text-align:center;">---</td> </tr> <tr> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>85,500</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>47,000</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>23,500</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>29,400</u></b></td> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>85,500</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>47,000</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>23,500</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>29,400</u></b></td> </tr> </table><br><p style="text-align:center;"><b>Balance Sheet of A, B, C and D<br/>as at 31<sup>st</sup> March 2015</b></p> <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:40%;"><b>Liabilities</b></td> <td style="width:10%;"><b>Amt (₹)</b></td> <td style="width:40%;"><b>Assets</b></td> <td style="width:10%;"><b>Amt (₹)</b></td> </tr> <tr> <td>Creditors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">81,000</td> <td>Bank <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">61,400</td> </tr> <tr> <td>Partners' Capitals:</td> <td></td> <td>Debtors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">23,000</td> </tr> <tr> <td>A                   81,000</td> <td style="text-align:right; border-left: 1px solid black;">} <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span></td> <td>Investment <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">24,000</td> </tr> <tr> <td>B                   44,000</td> <td></td> <td>Machinery <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">29,000</td> </tr> <tr> <td>C                   22,000</td> <td></td> <td>Furniture &amp; Fittings <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">10,000</td> </tr> <tr> <td>D                   <u>29,400</u></td> <td style="text-align:right; border-left: 1px solid black;">} <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td>Stock</td> <td style="text-align:right;">1,10,000</td> </tr> <tr> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>2,57,400</u></b></td> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>2,57,400</u></b></td> </tr> </table> | <b>Dr</b>            |                             | <b>Cr</b>            | <b>Particulars</b>   | <b>Amt (₹)</b>       | <b>Particulars</b>   | To Investments A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                    | 6,000 | By Creditors A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>               | To Machinery A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 6,000 | By Partners' Capital A/c<br>(transfer of loss)    |  |  | A                   4,500 |  |  | B                   3,000 |  |  | C                   1,500 |  |  | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> |  |                     | 9,000               |          | <b><u>12,000</u></b> | <b><u>12,000</u></b> |  | <b>Dr</b> |  |  |  |  |  |  |  | <b>Cr</b> | <b>Particulars</b> | <b>A</b> | <b>B</b> | <b>C</b> | <b>D</b> | <b>Particulars</b> | <b>A</b> | <b>B</b> | <b>C</b> | <b>D</b> | To Revaluation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 4,500 | 3,000 | 1,500 | --- | By Balance b/d | 60,000 | 40,000 | 20,000 | --- | To Balance c/d <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 81,000 | 44,000 | 22,000 | 29,400 | By Bank A/c | - | - | - | 29,400 |  |  |  |  |  | By General Reserve A/c | 10,500 | 7,000 | 3,500 | --- |  |  |  |  |  | By premium for goodwill A/c | 15,000 | --- | --- | --- |  | <b><u>85,500</u></b> | <b><u>47,000</u></b> | <b><u>23,500</u></b> | <b><u>29,400</u></b> |  | <b><u>85,500</u></b> | <b><u>47,000</u></b> | <b><u>23,500</u></b> | <b><u>29,400</u></b> | <b>Liabilities</b> | <b>Amt (₹)</b> | <b>Assets</b> | <b>Amt (₹)</b> | Creditors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 81,000 | Bank <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 61,400 | Partners' Capitals: |  | Debtors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 23,000 | A                   81,000 | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span> | Investment <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 24,000 | B                   44,000 |  | Machinery <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 29,000 | C                   22,000 |  | Furniture & Fittings <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 10,000 | D <u>29,400</u> | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | Stock | 1,10,000 |  | <b><u>2,57,400</u></b> |  | <b><u>2,57,400</u></b> | <p>2</p> <p>3</p> <p>3</p> <p>=</p> <p>8 Marks</p> |
| <b>Dr</b>  |  | <b>Cr</b>   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| <b>Particulars</b>   | <b>Amt (₹)</b>   | <b>Particulars</b>  |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| To Investments A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                    | 6,000  | By Creditors A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>               |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| To Machinery A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                      | 6,000  | By Partners' Capital A/c<br>(transfer of loss)  |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | A                   4,500   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | B                   3,000   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | C                   1,500   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                              |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | 9,000   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  | <b><u>12,000</u></b>   | <b><u>12,000</u></b>  |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  | <b>Dr</b>  |   |  |                      |                             |                      |                      |                      | <b>Cr</b>            |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| <b>Particulars</b>   | <b>A</b>   | <b>B</b>  | <b>C</b>   | <b>D</b>             | <b>Particulars</b>          | <b>A</b>             | <b>B</b>             | <b>C</b>             | <b>D</b>             |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| To Revaluation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                    | 4,500  | 3,000   | 1,500  | ---                  | By Balance b/d              | 60,000               | 40,000               | 20,000               | ---                  |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| To Balance c/d <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                        | 81,000   | 44,000  | 22,000   | 29,400               | By Bank A/c                 | -                    | -                    | -                    | 29,400               |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  |   |  |                      | By General Reserve A/c      | 10,500               | 7,000                | 3,500                | ---                  |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  |   |  |                      | By premium for goodwill A/c | 15,000               | ---                  | ---                  | ---                  |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  | <b><u>85,500</u></b>   | <b><u>47,000</u></b>  | <b><u>23,500</u></b>   | <b><u>29,400</u></b> |                             | <b><u>85,500</u></b> | <b><u>47,000</u></b> | <b><u>23,500</u></b> | <b><u>29,400</u></b> |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| <b>Liabilities</b>   | <b>Amt (₹)</b>   | <b>Assets</b>   | <b>Amt (₹)</b>   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| Creditors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                             | 81,000   | Bank <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                           | 61,400   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| Partners' Capitals:  |  | Debtors <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                        | 23,000   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| A                   81,000   | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span> | Investment <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                     | 24,000   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| B                   44,000   |  | Machinery <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>                      | 29,000   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| C                   22,000   |  | Furniture & Fittings <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span>           | 10,000   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| D <u>29,400</u>  | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | Stock   | 1,10,000   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  | <b><u>2,57,400</u></b>   |   | <b><u>2,57,400</u></b>   |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| 17<br>OR   | 16<br>OR   | 16<br>OR  | <p><b>Q. X,Y and Z.....of the reconstituted firm.</b><br/> <b>Ans.</b></p> <p style="text-align:center;"><b>Revaluation A/c</b></p> <table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:50%; text-align:center;"><b>Dr</b></td> <td style="width:5%;"></td> <td style="width:50%; text-align:right;"><b>Cr</b></td> </tr> <tr> <td style="border: 1px solid black;"><b>Particulars</b></td> <td style="border: 1px solid black;"><b>Amt (₹)</b></td> <td style="border: 1px solid black;"><b>Particulars</b></td> </tr> <tr> <td>To Claim for workmen compensation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> <td style="text-align:right;">4,000</td> <td>By Provision for bad debts A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span></td> </tr> <tr> <td></td> <td></td> <td>By Partners' Capital A/c's:<br/>(transfer of loss)</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">X                   1,500</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">Y                   900</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right;">Z                   600</td> </tr> <tr> <td></td> <td></td> <td style="text-align:right; border-left: 1px solid black;">} <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span></td> </tr> <tr> <td></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>4,000</u></b></td> <td style="text-align:right; border-top: 1px solid black;"><b><u>4,000</u></b></td> </tr> </table>  | <b>Dr</b>            |                             | <b>Cr</b>            | <b>Particulars</b>   | <b>Amt (₹)</b>       | <b>Particulars</b>   | To Claim for workmen compensation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 4,000 | By Provision for bad debts A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> |   |       | By Partners' Capital A/c's:<br>(transfer of loss) |  |  | X                   1,500 |  |  | Y                   900   |  |  | Z                   600   |  |  | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span> |  | <b><u>4,000</u></b> | <b><u>4,000</u></b> | <p>2</p> |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| <b>Dr</b>  |  | <b>Cr</b>   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| <b>Particulars</b>   | <b>Amt (₹)</b>   | <b>Particulars</b>  |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
| To Claim for workmen compensation A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> | 4,000  | By Provision for bad debts A/c <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">½</span> |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | By Partners' Capital A/c's:<br>(transfer of loss)   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | X                   1,500   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | Y                   900   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | Z                   600   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  |  | } <span style="float:right; border: 1px solid black; border-radius: 50%; padding: 2px;">1</span>                              |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |
|  | <b><u>4,000</u></b>  | <b><u>4,000</u></b>   |  |                      |                             |                      |                      |                      |                      |  |       |   |   |       |   |  |  |                           |  |  |                           |  |  |                           |  |  |  |  |                     |                     |          |                      |                      |  |           |  |  |  |  |  |  |  |           |                    |          |          |          |          |                    |          |          |          |          |   |       |       |       |     |                |        |        |        |     |   |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |                      |                      |                      |                      |  |                      |                      |                      |                      |                    |                |               |                |  |        |   |        |                     |  |  |        |                            |  |   |        |                            |  |  |        |                            |  |   |        |                 |  |       |          |  |                        |  |                        |  |

|   |    |    |   | Partner's Capital A/c   |                 |               |               |                                |               |                |                 |                          |                    |  |
|---|----|----|---|---|-----------------|---------------|---------------|--------------------------------|---------------|----------------|-----------------|--------------------------|--------------------|--|
|   |    |    |   | Dr  |                 |               |               | Cr                             |               |                |                 |                          |                    |  |
|   |    |    |   | Particulars   | X<br>(₹)        | Y<br>(₹)      | Z<br>(₹)      | Particulars                    | X<br>(₹)      | Y<br>(₹)       | Z<br>(₹)        |                          |                    |  |
|   |    |    |   | To Revaluation A/c  | 1,500           | 900           | 600           | By Balance b/d                 | 50,000        | 40,000         | 20,000          |                          |                    |  |
|   |    |    | ½ | To Y's Capital A/c  | 5,100           | ---           | 10,200        | By Investment Fluctuation Fund | 5,000         | 3,000          | 2,000           | } ½<br>3                 |                    |  |
|   |    |    | ½ | To Cash A/c   | ---             | 8,200         | ---           | By Profit & Loss A/c           | 20,000        | 12,000         | 8,000           |                          |                    |  |
|   |    |    |   | To Y's Loan A/c   | ---             | 61,200        | ---           | By X's capital A/c             | ---           | 5,100          | ---             |                          | } ½                |  |
|   |    |    | ½ | To X's Current A/c  | 15,840          | ---           | ---           | By Z's Capital A/c             | ---           | 10,200         | ---             | } ½                      |                    |  |
|   |    |    |   | To Balance c/d  | 52,560          | ---           | 35,040        | By Z's Current A/c             | ---           | ---            | 15,840          | } ½                      |                    |  |
|   |    |    |   |   | <u>75,000</u>   | <u>70,300</u> | <u>45,840</u> |                                | <u>75,000</u> | <u>70,300</u>  | <u>45,840</u>   |                          |                    |  |
| <b>Balance Sheet of X,Y and Z</b>       |    |    |   |   |                 |               |               |                                |               |                |                 |                          |                    |  |
| <b>As at 31<sup>st</sup> March 2015</b> |    |    |   |   |                 |               |               |                                |               |                |                 |                          |                    |  |
|   |    |    |   | <b>Liabilities</b>  | <b>Amt (₹)</b>  | <b>Assets</b> |               |                                |               | <b>Amt (₹)</b> |                 |                          |                    |  |
|   |    |    | 1 | Partners' Capital :   |                 |               |               | Land & Building                |               |                | 62,000          | } 1<br>3<br>=<br>8 Marks |                    |  |
|   |    |    |   | X   | 52,560          |               |               | Motor Van                      |               |                | 20,000          |                          |                    |  |
|   |    |    | ½ | Z   | <u>35,040</u>   | 1,76,400      |               | Investment                     |               |                | 19,000          |                          |                    |  |
|   |    |    |   | X's Current A/c   |                 | 15,840        |               | Machinery                      |               |                | 12,000          |                          |                    |  |
|   |    |    |   | Y's Loan  |                 | 61,200        |               | Stock                          |               |                | 15,000          |                          |                    |  |
|   |    |    | ½ | Creditors   |                 | 81,000        |               | Debtors                        | 40,000        |                |                 |                          |                    |  |
|   |    |    |   | Claim for Workmen Compensation  |                 | 4,000         |               | Less: Provision                | <u>2,000</u>  |                | 38,000          |                          |                    |  |
|   |    |    |   |   |                 |               |               | Cash                           |               |                | 7,800           |                          |                    |  |
|   |    |    |   |   |                 |               |               | Z's Current A/c                |               |                | 15,840          |                          |                    |  |
|   |    |    |   |   | <u>1,89,640</u> |               |               |                                |               |                | <u>1,89,640</u> |                          |                    |  |
| <b>PART B</b>                           |    |    |   |   |                 |               |               |                                |               |                |                 |                          |                    |  |
| <b>(Financial Statements Analysis)</b>  |    |    |   |   |                 |               |               |                                |               |                |                 |                          |                    |  |
| 18                                      | 19 | 18 |   | <b>Q. 'An enterprise.....Cash flow statement.</b>   |                 |               |               |                                |               |                |                 |                          |                    |  |
|   |    |    |   | <b>Ans.</b>   |                 |               |               |                                |               |                |                 |                          |                    |  |
|   |    |    |   | <ul style="list-style-type: none"> <li>• Yes, the statement is correct.</li> <li>• Operating Activity</li> </ul>  |                 |               |               |                                |               |                |                 |                          | ½<br>½<br>= 1 Mark |  |
| 19                                      | 18 | 19 |   | <b>Q. Give the meaning.....Cash flow statement.</b>   |                 |               |               |                                |               |                |                 |                          |                    |  |
|   |    |    |   | <b>Ans.</b> Cash Equivalents are short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. |                 |               |               |                                |               |                |                 |                          | =<br>1 Mark        |  |
| 20                                      | -  | -  |   | <b>Q. (a) One of the.....of this analysis.</b>  |                 |               |               |                                |               |                |                 |                          |                    |  |
|   |    |    |   | <b>Ans.</b>   |                 |               |               |                                |               |                |                 |                          |                    |  |

|    |   |  |   |
|----|---|--|---|
|    |   | <p><b>(a) (a) Objectives of 'Financial Statements Analysis': (Any two)</b></p> <p>(i) Assessing the earning capacity or profitability of the firm as a whole as well as its different departments so as to judge the financial health of the firm.<br/> (ii) Assessing the managerial efficiency by using financial ratios.<br/> (iii) Assessing the short term and the long term solvency of the enterprise.<br/> (iv) Assessing their own performance as well as of others through <u>inter firm comparison</u>.<br/> (v) Assessing developments in future by <u>forecasting and preparing budgets</u>.<br/> (vi) <u>Ascertain the relative importance of different components of the financial position of the firm</u>.<br/> (vii) <u>Understanding complicated matter in a simplified manner</u>.</p> <p><b>Q. (b) Name any two items..... Companies Act 2013.</b></p> <p><b>Ans. (b)</b><br/> <u>Other Current Liabilities ( Any Two)</u></p> <p>(i) Unpaid Dividend<br/> (ii) Interest accrued and due on borrowings<br/> (iii) Interest accrued but not due on borrowings<br/> (iv) Income received in advance<br/> (v) Calls in advance<br/> (vi) Interest on calls in advance<br/> (vii) Current maturities of long term debts<br/> (viii) Application money received for allotment of securities and due for refund and interest due there on.<br/> (ix) Unpaid matured deposits and interest accrued there on.<br/> (x) Unpaid matured debentures and interest accrued thereon.<br/> (xi) Other payables(outstanding expenses, provident fund payable, ESI payable, CST payable, VAT payable etc.)</p> <p><u>Other Current Assets (Any two)</u></p> <p>(i) Prepaid expenses<br/> (ii) Accrued incomes<br/> (iii) Advance Taxes<br/> (iv) Unamortised expenses/losses (to be written off within 12 months from the date of balance sheet)</p> | <p style="text-align: right;"><b>1x2<br/>=2 Marks</b></p> <p style="text-align: center;">+</p> <p style="text-align: right;"><b>½ x 2<br/>=1 Mark</b></p> <p style="text-align: center;">+</p> <p style="text-align: right;"><b>½ x 2<br/>=1 mark<br/>=<br/>4 Marks</b></p> |
| 21 | - | <p><b>Q. (a) What is meant .....of business?</b></p> <p><b>Ans. (a)</b><br/> Solvency of business refers to the ability of the business to pay its long tem liabilities.</p> <p><b>Q. (b) From the following.....Tax rate @ 40%.</b></p> <p><b>Ans.</b><br/> Interest Coverage Ratio = <math>\frac{\text{Net Profit before Interest and Tax}}{\text{Fixed Interest Charges}}</math></p> <p>Net Profit after tax = ₹ 1,20,000<br/> Tax rate = 40% ₹<br/> Net Profit before tax = ₹ 1,20,000 x 100 /60 = 2,00,000<br/> Add: Interest<br/> 12% Long term debt i.e. 12 / 100 x ₹ 20,00,000 = <u>2,40,000</u><br/> Profit before Interest and Tax <u>4,40,000</u></p> <p>Interest Coverage Ratio = <math>\frac{\text{₹ 4,40,000}}{\text{₹ 2,40,000}}</math></p> <p style="text-align: center;"><b>= 1.833 times</b></p>   | <p style="text-align: right;"><b>2</b></p> <p style="text-align: right;"><b>½</b></p> <p style="text-align: right;"><b>1</b></p> <p style="text-align: right;"><b>½<br/>=<br/>4 Marks</b></p>   |

| 22                               | 22       | 22             | <p><b>Q. Following is the.....to the society.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>COMPARATIVE STATEMENT OF PROFIT &amp; LOSS</b><br/><b>For the years ended 31<sup>st</sup> March 2014 and 2015</b></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<br/>(₹)</th> <th style="width: 15%;">2014-15<br/>(₹)</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>20,00,000</td> <td>25,00,000</td> <td>5,00,000</td> <td>25</td> </tr> <tr> <td>(ii) Add: other income</td> <td></td> <td>5,00,000</td> <td>1,00,000</td> <td>(4,00,000)</td> <td>(80)</td> </tr> <tr> <td>(iii) Total Revenue (i)+(ii)</td> <td></td> <td>25,00,000</td> <td>26,00,000</td> <td>1,00,000</td> <td>4</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>12,50,000</td> <td>15,60,000</td> <td>3,10,000</td> <td>24.87</td> </tr> <tr> <td style="padding-left: 20px;">Other Expenses</td> <td></td> <td>2,50,000</td> <td>1,56,000</td> <td>(94,000)</td> <td>(37.6)</td> </tr> <tr> <td style="padding-left: 20px;">Total Expenses</td> <td></td> <td>15,00,000</td> <td>17,16,000</td> <td>2,16,000</td> <td>14.4</td> </tr> <tr> <td>(v) Profit before Tax (iii)-(iv)</td> <td></td> <td>10,00,000</td> <td>8,84,000</td> <td>(1,16,000)</td> <td>(11.6)</td> </tr> <tr> <td>(vi) Less: Tax</td> <td></td> <td>4,00,000</td> <td>4,42,000</td> <td>42,000</td> <td>10.5</td> </tr> <tr> <td>(vii) Profit after tax</td> <td></td> <td>6,00,000</td> <td>4,42,000</td> <td>(1,58,000)</td> <td>(26.33)</td> </tr> </tbody> </table> <p><b>Values (any two):</b></p> <ol style="list-style-type: none"> <li>1. Promoting environment friendly ways of supplying energy</li> <li>2. Development of rural areas</li> <li>3. Infrastructural development in rural areas to increase accessibility</li> <li>4. Promoting use of indigenous resources</li> <li>5. Providing employment opportunities</li> </ol> <p style="text-align: center;"><b>(or any other correct value)</b></p> | Particulars     | Note No.              | 2013-14<br>(₹) | 2014-15<br>(₹) | Absolute Change | Percentage Change (%) | (i) Revenue from Operations |  | 20,00,000 | 25,00,000 | 5,00,000 | 25 | (ii) Add: other income |  | 5,00,000 | 1,00,000 | (4,00,000) | (80) | (iii) Total Revenue (i)+(ii) |  | 25,00,000 | 26,00,000 | 1,00,000 | 4 | (iv) Less: Expenses |  |  |  |  |  | Employee Benefit Expenses |  | 12,50,000 | 15,60,000 | 3,10,000 | 24.87 | Other Expenses |  | 2,50,000 | 1,56,000 | (94,000) | (37.6) | Total Expenses |  | 15,00,000 | 17,16,000 | 2,16,000 | 14.4 | (v) Profit before Tax (iii)-(iv) |  | 10,00,000 | 8,84,000 | (1,16,000) | (11.6) | (vi) Less: Tax |  | 4,00,000 | 4,42,000 | 42,000 | 10.5 | (vii) Profit after tax |  | 6,00,000 | 4,42,000 | (1,58,000) | (26.33) | <p style="font-size: 2em;">}</p> <p><b>1</b></p> <p style="font-size: 2em;">}</p> <p><b>1</b></p> <p style="font-size: 2em;">}</p> <p><b>1</b></p> <p style="text-align: center;"><b>½ + ½</b></p> <p style="text-align: center;"><b>=</b></p> <p style="text-align: center;"><b>4 Marks</b></p> |
|----------------------------------|----------|----------------|---|-----------------|-----------------------|----------------|----------------|-----------------|-----------------------|-----------------------------|--|-----------|-----------|----------|----|------------------------|--|----------|----------|------------|------|------------------------------|--|-----------|-----------|----------|---|---------------------|--|--|--|--|--|---------------------------|--|-----------|-----------|----------|-------|----------------|--|----------|----------|----------|--------|----------------|--|-----------|-----------|----------|------|----------------------------------|--|-----------|----------|------------|--------|----------------|--|----------|----------|--------|------|------------------------|--|----------|----------|------------|---------|--|
| Particulars                      | Note No. | 2013-14<br>(₹) | 2014-15<br>(₹)  | Absolute Change | Percentage Change (%) |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (i) Revenue from Operations      |          | 20,00,000      | 25,00,000   | 5,00,000        | 25                    |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (ii) Add: other income           |          | 5,00,000       | 1,00,000  | (4,00,000)      | (80)                  |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (iii) Total Revenue (i)+(ii)     |          | 25,00,000      | 26,00,000   | 1,00,000        | 4                     |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (iv) Less: Expenses              |          |                |   |                 |                       |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| Employee Benefit Expenses        |          | 12,50,000      | 15,60,000   | 3,10,000        | 24.87                 |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| Other Expenses                   |          | 2,50,000       | 1,56,000  | (94,000)        | (37.6)                |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| Total Expenses                   |          | 15,00,000      | 17,16,000   | 2,16,000        | 14.4                  |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (v) Profit before Tax (iii)-(iv) |          | 10,00,000      | 8,84,000  | (1,16,000)      | (11.6)                |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (vi) Less: Tax                   |          | 4,00,000       | 4,42,000  | 42,000          | 10.5                  |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| (vii) Profit after tax           |          | 6,00,000       | 4,42,000  | (1,58,000)      | (26.33)               |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |
| 23                               | 23       | 23             | <p><b>Q. Following is the.....prepare a Cash flow Statement.</b></p> <p><b>Ans.</b></p>   |                 |                       |                |                |                 |                       |                             |  |           |           |          |    |                        |  |          |          |            |      |                              |  |           |           |          |   |                     |  |  |  |  |  |                           |  |           |           |          |       |                |  |          |          |          |        |                |  |           |           |          |      |                                  |  |           |          |            |        |                |  |          |          |        |      |                        |  |          |          |            |         |  |

**Cash flow statement of KK Ltd.**  
**For the year ended 31<sup>st</sup> March 2015 as per AS-3 (Revised)**

| Particulars   | Details (₹)       | Amount (₹)             |
|---|-------------------|------------------------|
| <b><u>A. Cash Flows from Operating Activities:</u></b>            |                   |                        |
| Net Profit before tax & extraordinary items (note 1)              | 6,00,000          |                        |
| <b><u>Add: Non cash and non-operating charges</u></b>             |                   |                        |
| Goodwill written off  | 20,000            |                        |
| Depreciation on machinery   | 1,98,000          |                        |
| Interest on debentures  | <u>1,20,000</u>   |                        |
| <i>Operating profit before working capital changes</i>            | 9,38,000          |                        |
| <b><u>Less: Increase in Current Assets</u></b>                    |                   |                        |
| Increase in stock in trade  | <u>(1,24,000)</u> |                        |
| <i>Cash from operations</i>                                       | 8,14,000          |                        |
| Less: tax paid  | <u>(1,40,000)</u> |                        |
| Net Cash generated from Operating Activities                      |                   | <b>6,74,000</b>        |
| <b><u>B. Cash flows from Investing Activities :</u></b>           |                   |                        |
| Purchase of machinery   | (7,64,000)        |                        |
| Purchase of non current investments                               | <u>(50,000)</u>   |                        |
| Net Cash used in investing activities                             |                   | <b>(8,14,000)</b>      |
| <b><u>C. Cash flows from Financing Activities:</u></b>            |                   |                        |
| Issue of share capital  | 2,00,000          |                        |
| Redemption of 12% debentures                                      | (1,00,000)        |                        |
| Interest on debentures paid                                       | (1,20,000)        |                        |
| Bank overdraft raised   | <u>2,00,000</u>   |                        |
| Net Cash flow from financing activities                           |                   | <b><u>1,80,000</u></b> |
| Net increase in cash & cash equivalents (A+B+C)                   |                   | <b>40,000</b>          |
| <b><u>Add: Opening balance of cash &amp; cash equivalents</u></b> |                   |                        |
| Current Investments   | 1,20,000          |                        |
| Cash and Cash Equivalents   | <u>1,20,000</u>   |                        |
|   |                   | <b><u>2,40,000</u></b> |
| Closing Balance of cash & cash equivalents                        |                   |                        |
| Current Investments   | 1,00,000          |                        |
| Cash and Cash Equivalents   | <u>1,80,000</u>   |                        |
|   |                   | <b><u>2,80,000</u></b> |

**Notes:**

**Calculation of Net Profit before tax:**

|  |                 |
|--|-----------------|
| Net profit as per statement of Profit & Loss | 5,00,000        |
| Add: Provision for tax made                  | <u>1,00,000</u> |
| Net Profit before tax & extraordinary items  | <u>6,00,000</u> |

**Provision for tax A/c**

| Particulars               | ₹                      | Particulars                       | ₹                      |
|---------------------------|------------------------|-----------------------------------|------------------------|
| To Bank A/c<br>(Tax Paid) | 1,40,000               | By Balance b/d                    | 1,80,000               |
| To balance c/d            | 1,40,000               | By Statement of P/L<br>(Bal fig.) | 1,00,000               |
|                           | <b><u>2,80,000</u></b> |                                   | <b><u>2,80,000</u></b> |

1  
=  
6 Marks

| <b>PART C</b><br><b>(Computerized Accounting)</b> |  |   |  |
|---|--|---|--|
| <b>18</b>   |  | <b>Q. What is meant by 'Key field'?</b><br><b>Ans.</b><br>The common field used in a relationship table is known as key field.  | <b>1 mark</b>                                |
| <b>19</b>   |  | <b>Q. What is the purpose of normalization?</b><br><b>Ans.</b><br>The process of removing data redundancy is known as Normalisation. There are two goals of the normalisation process: eliminating redundant data (for example, storing the same data in more than one table). Both of these are worthy goals as they reduce the amount of space a database consumes and ensure that data is logically stored. There are several benefits for using Normalization in Database.      | <b>1 Mark</b>                                |
| <b>20</b>   |  | <b>Q. Explain any four.....Profit &amp; Loss.</b><br><b>Ans.</b><br>Any four of the following: <ol style="list-style-type: none"> <li>1. Sales Account</li> <li>2. Purchase Account</li> <li>3. Direct Income</li> <li>4. Indirect Income</li> <li>5. Direct Expenses</li> <li>6. Indirect Expenses</li> </ol> (With appropriate on computerized accounting due to following explanation)   | <b>1 X 4</b><br><b>=</b><br><b>4 Marks</b>   |
| <b>21</b>   |  | <b>Q. Internal manipulation.....accounting. How?</b><br><b>Ans.</b><br>Internal manipulation of accounting records is much easier due to following reasons: <ul style="list-style-type: none"> <li>• Defective logical sequence at programming stage.</li> <li>• Prone to hacking. (with example and explanation)</li> </ul>  | <b>2 X 2</b><br><b>=</b><br><b>4 Marks</b>   |
| <b>22</b>   |  | <b>Q. State any four.....Accounting System.</b><br><b>Ans.</b><br>Following are the advantages of computerized accounting system ( <b>any four</b> ): <ol style="list-style-type: none"> <li>1. Timely generation of reports and information in desired format.</li> <li>2. Efficient record keeping.</li> <li>3. Ensures effective control over the system.</li> <li>4. Economy in the processing of accounting data.</li> <li>5. Conditionality of data is maintained.</li> </ol> | <b>1 X 4</b><br><b>=</b><br><b>4 Marks</b>   |
| <b>23</b>   |  | <b>Q. On the basis.....per month.</b><br><b>Ans.</b> <ol style="list-style-type: none"> <li>1. = E11XF11/30<br/>Where E11 is basic pay and F11 is number of effective working days which are 28 in this case.</li> <li>2. =G11X40%<br/>Where G11 is the basic pay earned in part 1</li> <li>3. = IF(C11+"Sup",G11X20%,IF(C11="Nsup"X15%,0))</li> <li>4. =IF(C11"Sup",1000,IF(C11="Nsup",500,0))</li> </ol>  | <b>1 ½ X 4</b><br><b>=</b><br><b>6 Marks</b> |



| Q. Set No.            |   |   | Marking Scheme 2015-16<br>Accountancy (055)<br><b>Delhi – 67/1/2</b><br>Expected Answers / Value points  |                   |  |  | Distribution of marks |                            |                                 |                       |  |   |   |  |                   |                   |               |
|-----------------------|---|---|--|-------------------|--|--|-----------------------|----------------------------|---------------------------------|-----------------------|--|---|---|--|-------------------|-------------------|---------------|
| 67/1/1                | 67/1/2  | 67/1/3  |  |                   |  |  |                       |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 6                     | 1   | 1   | <b>Q. Nusrat and Sonu.....were fixed.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 45%;">Particulars</th> <th style="width: 10%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015<br/>Mar 31</td> <td>Nusrat's Current A/c Dr.<br/>To Interest on Drawings A/c<br/>(Being Interest on drawings charged)</td> <td></td> <td style="text-align: right;">300</td> <td style="text-align: right;">300</td> </tr> </tbody> </table>   |                   |  |  | Date                  | Particulars                | LF                              | Dr (₹)                | Cr (₹)   | 2015<br>Mar 31  | Nusrat's Current A/c Dr.<br>To Interest on Drawings A/c<br>(Being Interest on drawings charged)   |  | 300               | 300               | <b>1 Mark</b> |
| Date                  | Particulars   | LF  | Dr (₹)   | Cr (₹)            |  |  |                       |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2015<br>Mar 31        | Nusrat's Current A/c Dr.<br>To Interest on Drawings A/c<br>(Being Interest on drawings charged)   |   | 300  | 300               |  |  |                       |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 4                     | 2   | 3   | <b>Q. State the.....Redemption Reserve.</b><br><br><b>Ans.</b> 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>   |                   |  |  | <b>1 Mark</b>         |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2                     | 3   | 5   | <b>Q. A, B and C..... C and D.</b><br><br><b>Ans.</b><br>A's share = 3/6<br>B's share = 2/6 – 1/16 = 26/96<br>C's share = 1/6 – 1/16 = 10/96<br>D's share = 1/8<br>} ½<br><br>Thus, the New Profit sharing ratio for A, B, C and D will be<br>= 3/6: 26/96: 10/96: 1/8<br>= 24:13:5:6<br>} ½   |                   |  |  | <b>=<br/>1 Mark</b>   |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 5                     | 4   | 2   | <b>Q. On 1-1-2016..... of the company.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>Kamini Ltd.</b></p> <p style="text-align: center;"><b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 45%;">Particulars</th> <th style="width: 10%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 15%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016<br/>Jan 1</td> <td>Bank A/c Dr.<br/>Calls in Arrears A/c Dr.<br/>To Equity Share first call A/c<br/>To Calls in advance A/c<br/>( Being call money received except on 500 shares and received advance on 1,000 shares)</td> <td></td> <td style="text-align: right;">3,03,500<br/>1,500</td> <td style="text-align: right;">3,00,000<br/>5,000</td> </tr> </tbody> </table> |                   |  |  | Date                  | Particulars                | LF                              | Dr (₹)                | Cr (₹)   | 2016<br>Jan 1   | Bank A/c Dr.<br>Calls in Arrears A/c Dr.<br>To Equity Share first call A/c<br>To Calls in advance A/c<br>( Being call money received except on 500 shares and received advance on 1,000 shares) |  | 3,03,500<br>1,500 | 3,00,000<br>5,000 | <b>1 Mark</b> |
| Date                  | Particulars   | LF  | Dr (₹)   | Cr (₹)            |  |  |                       |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2016<br>Jan 1         | Bank A/c Dr.<br>Calls in Arrears A/c Dr.<br>To Equity Share first call A/c<br>To Calls in advance A/c<br>( Being call money received except on 500 shares and received advance on 1,000 shares) |   | 3,03,500<br>1,500  | 3,00,000<br>5,000 |  |  |                       |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 3                     | 5   | 4   | <b>Q. Distinguish.....economic relationship'.</b><br><br><b>Ans.</b> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 35%;">Basis</th> <th style="width: 35%;">Dissolution of partnership</th> <th style="width: 30%;">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. | <b>1 Mark</b>   |  |                   |                   |               |
| 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             | 6  | 6  | <p><b>Q. What is the.....firm.</b></p> <p><b>Ans.</b></p> <ul style="list-style-type: none"> <li>• Maximum number of partners : 50</li> <li>• Companies Act, 2013</li> </ul>   | <p><math>\frac{1}{2} + \frac{1}{2}</math><br/>=1 Mark</p> |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
|---------------|--|----|--|---|-------------|----|--------|--------|---------------|--|--|-------------|-------------|---------------|--|--|--------------------|---------------------------------------|---|-------------|----|--------|--------|---------------|---|--|----------|----------|---------------|--|--|--------------------|--------------------|--|
| -             | 7  | -  | <p><b>Q. VKR Ltd. ....9% premium.</b></p> <p><b>Ans.</b></p> <p><b>(a)</b></p> <p style="text-align: center;"><b>VKR Ltd.</b><br/><b>Journal</b></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<br/>Mar 4</td> <td>Bank A/c Dr.<br/>To 9% Debenture Application &amp; Allotment A/c<br/>(Being application money received)</td> <td></td> <td>5,36,250</td> <td>5,36,250</td> </tr> <tr> <td>2016<br/>Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr.<br/>Loss on Issue of Debentures A/c Dr.<br/>To 9 % Debentures A/c<br/>To Securities Premium Reserve A/c<br/>To Premium on Redemption of Debentures A/c<br/>(Being transfer of application money to debenture account issued at premium of 10% and redeemable at premium of 6%)</td> <td></td> <td>5,36,250<br/>29,250</td> <td>4,87,500<br/>48,750<br/>29,250</td> </tr> </tbody> </table> <p><b>(b)</b></p> <p style="text-align: center;"><b>VKR Ltd.</b><br/><b>Journal</b></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<br/>Mar 4</td> <td>Bank A/c Dr.<br/>To 9% Debenture Application &amp; Allotment A/c<br/>(Being application money received)</td> <td></td> <td>4,87,500</td> <td>4,87,500</td> </tr> <tr> <td>2016<br/>Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr.<br/>Loss on Issue of Debentures A/c Dr.<br/>To 9 % Debentures A/c<br/>To Premium on Redemption of Debentures A/c<br/>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 9%)</td> <td></td> <td>4,87,500<br/>43,875</td> <td>4,87,500<br/>43,875</td> </tr> </tbody> </table> | Date  | Particulars | LF | Dr (₹) | Cr (₹) | 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)                                    |  | 5,36,250    | 5,36,250    | 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Securities Premium Reserve A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at premium of 10% and redeemable at premium of 6%) |  | 5,36,250<br>29,250 | 4,87,500<br>48,750<br>29,250          | Date  | Particulars | LF | Dr (₹) | Cr (₹) | 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received) |  | 4,87,500 | 4,87,500 | 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 9%) |  | 4,87,500<br>43,875 | 4,87,500<br>43,875 | <p><math>\frac{1}{2}</math></p> <p>1</p> <p><math>\frac{1}{2}</math></p> <p>1</p> <p>=</p> <p><b>3 Marks</b></p> |
| Date          | Particulars  | LF | Dr (₹)   | Cr (₹)  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)  |    | 5,36,250   | 5,36,250  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Securities Premium Reserve A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at premium of 10% and redeemable at premium of 6%) |    | 5,36,250<br>29,250   | 4,87,500<br>48,750<br>29,250                              |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| Date          | Particulars  | LF | Dr (₹)   | Cr (₹)  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)  |    | 4,87,500   | 4,87,500  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 9%)   |    | 4,87,500<br>43,875   | 4,87,500<br>43,875  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| 10            | 8  | 7  | <p><b>Q. To provide employment.....to propagate.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>X Ltd.</b><br/><b>Journal</b></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.<br/>To Equity Share Application and allotment A/c<br/>(Being application &amp; allotment money received for 20,00,000 shares)</td> <td></td> <td>3,00,00,000</td> <td>3,00,00,000</td> </tr> <tr> <td></td> <td>Equity Share application and allotment A/c Dr.<br/>To Equity Share capital A/c<br/>To Bank A/c<br/>To Securities Premium Reserve A/c<br/>(Being share application and allotment money adjusted)</td> <td></td> <td>3,00,00,000</td> <td>75,00,000<br/>1,87,50,000<br/>37,50,000</td> </tr> </tbody> </table>   | Date  | Particulars | LF | Dr (₹) | Cr (₹) |               | Bank A/c Dr.<br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares) |  | 3,00,00,000 | 3,00,00,000 |               | Equity Share application and allotment A/c Dr.<br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted)  |  | 3,00,00,000        | 75,00,000<br>1,87,50,000<br>37,50,000 | <p><math>\frac{1}{2}</math></p> <p><math>\frac{1}{2}</math></p> |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
| Date          | Particulars  | LF | Dr (₹)   | Cr (₹)  |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
|               | Bank A/c Dr.<br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares)   |    | 3,00,00,000  | 3,00,00,000   |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |
|               | Equity Share application and allotment A/c Dr.<br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted)  |    | 3,00,00,000  | 75,00,000<br>1,87,50,000<br>37,50,000                     |             |    |        |        |               |  |  |             |             |               |  |  |                    |                                       |   |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |  |

|                 |   |            | <p><b>Values ( Any Two):</b></p> <ol style="list-style-type: none"> <li>1. Providing employment opportunities.</li> <li>2. Development of backward areas.</li> <li>3. Helping the young people to undertake developmental activities.</li> <li>4. Promoting peace and harmony in the society.</li> </ol> <p><b>(Or Any other correct value)</b></p>   | <p><b>1 X 2</b><br/>=<br/><b>3 Marks</b></p> |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|-----------------|---|------------|---|--|-------------|----|--------|--------|-----------------|---|------------|------------------|--------------------------------|-----------------|---|-----|----------|--------------------------------|--|--|-----------|--|--|--|---|-----|--------|--------|--|--|-----|----------|----------------------|---|
| -               | 9   | -          | <p><b>Q. Samachar India Ltd..... books of Samachar India Ltd.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Samachar India Ltd.</b></p> <p style="text-align: center;"><b>Journal</b></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>Sundry Assets A/c<br/>To Sundry Liabilities A/c<br/>To News Ltd. A/c<br/>To Capital Reserve A/c<br/>( Being Assets &amp; Liabilities acquired)</td> <td>Dr.</td> <td>14,00,000</td> <td>4,00,000<br/>9,19,000<br/>81,000</td> </tr> <tr> <td></td> <td>News Ltd. A/c<br/>To Bills Payable A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being promissory note issued and equity shares issued at a premium)</td> <td>Dr.</td> <td>9,19,000</td> <td>17,000<br/>7,21,600<br/>1,80,400</td> </tr> <tr> <td></td> <td></td> <td style="text-align: center;"><b>OR</b></td> <td></td> <td></td> </tr> <tr> <td></td> <td>News Ltd. A/c<br/>To Bills Payable A/c<br/>(Being promissory note issued)</td> <td>Dr.</td> <td>17,000</td> <td>17,000</td> </tr> <tr> <td></td> <td>News Ltd. A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being equity shares issued at a premium)</td> <td>Dr.</td> <td>9,02,000</td> <td>7,21,600<br/>1,80,400</td> </tr> </tbody> </table> | Date   | Particulars | LF | Dr (₹) | Cr (₹) |                 | Sundry Assets A/c<br>To Sundry Liabilities A/c<br>To News Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired)  | Dr.        | 14,00,000        | 4,00,000<br>9,19,000<br>81,000 |                 | News Ltd. A/c<br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being promissory note issued and equity shares issued at a premium) | Dr. | 9,19,000 | 17,000<br>7,21,600<br>1,80,400 |  |  | <b>OR</b> |  |  |  | News Ltd. A/c<br>To Bills Payable A/c<br>(Being promissory note issued) | Dr. | 17,000 | 17,000 |  | News Ltd. A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium) | Dr. | 9,02,000 | 7,21,600<br>1,80,400 | <p><b>1 ½</b></p> <p><b>1 ½</b></p> <p><b>OR</b></p> <p><b>½</b></p> <p><b>1</b><br/>=<br/><b>3 Marks</b></p> |
| Date            | Particulars   | LF         | Dr (₹)  | Cr (₹)                                       |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|                 | Sundry Assets A/c<br>To Sundry Liabilities A/c<br>To News Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired)  | Dr.        | 14,00,000   | 4,00,000<br>9,19,000<br>81,000               |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|                 | News Ltd. A/c<br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being promissory note issued and equity shares issued at a premium)                 | Dr.        | 9,19,000  | 17,000<br>7,21,600<br>1,80,400               |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|                 |   | <b>OR</b>  |   |  |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|                 | News Ltd. A/c<br>To Bills Payable A/c<br>(Being promissory note issued)   | Dr.        | 17,000  | 17,000                                       |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
|                 | News Ltd. A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium)  | Dr.        | 9,02,000  | 7,21,600<br>1,80,400                         |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
| 8               | 10  | 9          | <p><b>Q. State any three.....may arise.</b></p> <p><b>Ans.</b></p> <p>In addition to the stated circumstances, the need for the valuation of goodwill in partnership may arise in the following circumstances:</p> <ul style="list-style-type: none"> <li>• Change in the profit sharing ratio amongst the existing partners.</li> <li>• Dissolution of a firm involving sale of business as a going concern</li> <li>• Amalgamation of partnership firms.</li> </ul>   | <p><b>1 x 3</b><br/>=<br/><b>3 Marks</b></p> |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
| 12              | 11  | 12         | <p><b>Q. Vikas, Vishal and Vaibhav.....Vaibhav's Death.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Journal of Vikas, Vishal and Vaibhav</b></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<br/>Dec. 31</td> <td>Vikas's Capital A/c<br/>Vishal's Capital A/c<br/>To Vaibhav's Capital A/c<br/>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1)</td> <td>Dr.<br/>Dr.</td> <td>12,000<br/>12,000</td> <td>24,000</td> </tr> </tbody> </table>  | Date   | Particulars | LF | Dr (₹) | Cr (₹) | 2015<br>Dec. 31 | Vikas's Capital A/c<br>Vishal's Capital A/c<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) | Dr.<br>Dr. | 12,000<br>12,000 | 24,000                         | <p><b>1</b></p> |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
| Date            | Particulars   | LF         | Dr (₹)  | Cr (₹)                                       |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |
| 2015<br>Dec. 31 | Vikas's Capital A/c<br>Vishal's Capital A/c<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) | Dr.<br>Dr. | 12,000<br>12,000  | 24,000                                       |             |    |        |        |                 |   |            |                  |                                |                 |   |     |          |                                |  |  |           |  |  |  |   |     |        |        |  |  |     |          |                      |   |

|   |  |  | <p>Dec. 31 Vaibhav's Capital A/c Dr. 10,000<br/>To Profit &amp; Loss A/c 10,000<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</p> <p style="text-align: center;"><b>OR</b></p> <p>Vikas's Capital A/c Dr. 20,000<br/>Vishal's Capital A/c Dr. 20,000<br/>Vaibhav's Capital A/c Dr. 10,000<br/>To Profit &amp; Loss A/c 50,000<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</p>  |        |  |  |  | 1                 |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
|---|--|--|--|--------|--|--|--|-------------------|-------------|-----|--------|-------------|------------|--|------------|---|--------|--|----------|--------------|--|--|----|---|--------------|--------|--------|-------------|--|--|----------------|--------------------------------|--------------|--|--|-----------|--|--|--|-------------------|--|--|--|----------------------|------------|--|--|--|-----------------|--|-----------------|--|--|-----------|
|   |  |  | <p>Dec. 31 Profit &amp; Loss Suspense A/c Dr. 11,250<br/>To Vaibhav's Capital A/c 11,250<br/>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)</p>   |        |  |  |  | 1                 |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
|   |  |  | <p>Dec. 31 Vaibhav's Capital A/c Dr. 4,05,250<br/>To Vaibhav's executors' A/c 4,05,250<br/>(Being amount due to Vaibhav transferred to his executors' A/c)</p>   |        |  |  |  | 1<br>=<br>4 Marks |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| 11  | 12   | 11                                     | <p><b>Q. P and Q.....year ended 31-3-2015.</b><br/>Ans.</p> <p style="text-align: center;"><b>Profit &amp; Loss Appropriation A/c of P, Q and R</b><br/><b>For the year ended 31<sup>st</sup> March 2015</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: left;">Dr.</th> <th colspan="2" style="text-align: right;">Cr.</th> </tr> <tr> <th style="width: 35%;">Particulars</th> <th style="width: 15%;">Amount (₹)</th> <th style="width: 35%;">Particulars</th> <th style="width: 15%;">Amount (₹)</th> </tr> </thead> <tbody> <tr> <td>To Partners' Capital A/c:<br/>(transfer of profit)</td> <td></td> <td>By Profit and loss A/c<br/>(net profit)</td> <td style="text-align: center;">4,00,000</td> </tr> <tr> <td>P - 2,18,750</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Less Deficiency- <u>15,000</u></td> <td style="text-align: center;">(1) 2,03,750</td> <td></td> <td></td> </tr> <tr> <td>Q- 1,31,250</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Less Deficiency- <u>10,000</u></td> <td style="text-align: center;">(1) 1,21,250</td> <td></td> <td></td> </tr> <tr> <td>R- 50,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Add from P 15,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>From Q <u>10,000</u></td> <td style="text-align: center;">(1) 75,000</td> <td></td> <td></td> </tr> <tr> <td></td> <td style="text-align: center;"><u>4,00,000</u></td> <td></td> <td style="text-align: center;"><u>4,00,000</u></td> </tr> </tbody> </table> |        |  |  |  | Dr.               |             | Cr. |        | Particulars | Amount (₹) | Particulars  | Amount (₹) | To Partners' Capital A/c:<br>(transfer of profit) |        | By Profit and loss A/c<br>(net profit) | 4,00,000 | P - 2,18,750 |  |  |    | Less Deficiency- <u>15,000</u>  | (1) 2,03,750 |        |        | Q- 1,31,250 |  |  |                | Less Deficiency- <u>10,000</u> | (1) 1,21,250 |  |  | R- 50,000 |  |  |  | Add from P 15,000 |  |  |  | From Q <u>10,000</u> | (1) 75,000 |  |  |  | <u>4,00,000</u> |  | <u>4,00,000</u> |  |  | = 4 Marks |
| Dr.   |  | Cr.                                    |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Particulars                                       | Amount (₹)   | Particulars                            | Amount (₹)   |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| To Partners' Capital A/c:<br>(transfer of profit) |  | By Profit and loss A/c<br>(net profit) | 4,00,000   |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| P - 2,18,750                                      |  |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Less Deficiency- <u>15,000</u>                    | (1) 2,03,750   |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Q- 1,31,250                                       |  |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Less Deficiency- <u>10,000</u>                    | (1) 1,21,250   |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| R- 50,000   |  |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Add from P 15,000                                 |  |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| From Q <u>10,000</u>                              | (1) 75,000   |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
|   | <u>4,00,000</u>  |  | <u>4,00,000</u>  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| -   | 13   | -                                      | <p><b>Q. C and D were..... made by cheque.</b><br/>Ans.</p> <p style="text-align: center;"><b>Journal of C and D</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 45%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 25%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>a.</td> <td>Bank A/c Dr.<br/>To Realisation A/c<br/>( Being payment received from creditors)</td> <td></td> <td style="text-align: center;">20,000</td> <td style="text-align: center;">20,000</td> </tr> <tr> <td>b.</td> <td>No Entry</td> <td></td> <td></td> <td></td> </tr> <tr> <td>c.</td> <td>Realisation A/c Dr.<br/>To Bank A/c / Cash A/c<br/>(Being partial payment made to creditors through cheque)</td> <td></td> <td style="text-align: center;">20,000</td> <td style="text-align: center;">20,000</td> </tr> <tr> <td>d.</td> <td>C's Capital A/c Dr.<br/>D's Capital A/c Dr.<br/>To Realisation A/c<br/>(Being loss on realisation transferred to partners' capital A/c)</td> <td></td> <td style="text-align: center;">4,500<br/>3,000</td> <td style="text-align: center;">7,500</td> </tr> </tbody> </table>  |        |  |  |  | Date              | Particulars | LF  | Dr (₹) | Cr (₹)      | a.         | Bank A/c Dr.<br>To Realisation A/c<br>( Being payment received from creditors) |            | 20,000  | 20,000 | b.                                     | No Entry |              |  |  | c. | Realisation A/c Dr.<br>To Bank A/c / Cash A/c<br>(Being partial payment made to creditors through cheque) |              | 20,000 | 20,000 | d.          | C's Capital A/c Dr.<br>D's Capital A/c Dr.<br>To Realisation A/c<br>(Being loss on realisation transferred to partners' capital A/c) |  | 4,500<br>3,000 | 7,500                          |              |  | 1 ½<br>1 ½<br>1 ½<br>1 ½<br>=<br>6 Marks |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| Date  | Particulars  | LF                                     | Dr (₹)   | Cr (₹) |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| a.  | Bank A/c Dr.<br>To Realisation A/c<br>( Being payment received from creditors)   |  | 20,000   | 20,000 |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| b.  | No Entry   |  |  |        |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| c.  | Realisation A/c Dr.<br>To Bank A/c / Cash A/c<br>(Being partial payment made to creditors through cheque)                            |  | 20,000   | 20,000 |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |
| d.  | C's Capital A/c Dr.<br>D's Capital A/c Dr.<br>To Realisation A/c<br>(Being loss on realisation transferred to partners' capital A/c) |  | 4,500<br>3,000   | 7,500  |  |  |  |                   |             |     |        |             |            |  |            |   |        |  |          |              |  |  |    |   |              |        |        |             |  |  |                |                                |              |  |  |           |  |  |  |                   |  |  |  |                      |            |  |  |  |                 |  |                 |  |  |           |

14 14 -

Q. Ashok, Bhim and Chetan.....the reconstituted firm.

Ans.

| Dr.   |                 | Revaluation A/c                |               | Cr. |  |
|---|-----------------|--------------------------------|---------------|-----|--|
| Particulars                                       | Amt (₹)         | Particulars                    | Amt (₹)       |     |  |
| To Building A/c $\frac{1}{2}$                     | 6,000           | By Land A/c $\frac{1}{2}$      | 60,000        |     |  |
| To Partners' Capital A/c:<br>(transfer of profit) |                 | By Creditors A/c $\frac{1}{2}$ | 12,000        |     |  |
| Ashok 33,000                                      | } $\frac{1}{2}$ |                                |               |     |  |
| Bhim 22,000                                       |                 |                                |               |     |  |
| Chetan <u>11,000</u>                              |                 | 66,000                         |               |     |  |
|   | <u>72,000</u>   |                                | <u>72,000</u> |     |  |

2

| Dr.                                  |                 | Partner's Capital A/c |               |                         | Cr.             |                 |               |
|--------------------------------------|-----------------|-----------------------|---------------|-------------------------|-----------------|-----------------|---------------|
| Particulars                          | Ashok ₹         | Bhim ₹                | Chetan ₹      | Particulars             | Ashok ₹         | Bhim ₹          | Chetan ₹      |
| To Ashok's Capital A/c $\frac{1}{2}$ | ---             | ---                   | 50,000        | By Balance b/d          | 2,00,000        | 1,00,000        | 50,000        |
| To Balance c/d $\frac{1}{2}$         | 3,13,000        | 1,42,000              | 21,000        | By Revaluation A/c      | 33,000          | 22,000          | 11,000        |
|                                      |                 |                       |               | By General Reserve A/c  | 30,000          | 20,000          | 10,000        |
|                                      |                 |                       |               | By Chetan's Capital A/c | 50,000          | ---             | ---           |
|                                      | <u>3,13,000</u> | <u>1,42,000</u>       | <u>71,000</u> |                         | <u>3,13,000</u> | <u>1,42,000</u> | <u>71,000</u> |

2

**Balance Sheet  
as at 1<sup>st</sup> April 2015**

| Liabilities               |  | Amt (₹)         | Assets               |  | Amt (₹)         |
|---------------------------|--|-----------------|----------------------|--|-----------------|
| Creditors } $\frac{1}{2}$ |  | 88,000          | Land } $\frac{1}{2}$ |  | 1,60,000        |
| Bills Payable }           |  | 40,000          | Building }           |  | 94,000          |
| Capitals:                 |  |                 | Plant }              |  | 2,00,000        |
| Ashok 3,13,000            |  |                 | Stock }              |  | 80,000          |
| Bhim 1,42,000             |  |                 | Debtors }            |  | 60,000          |
| Chetan <u>21,000</u>      |  | 4,76,000        | Bank }               |  | 10,000          |
|                           |  | <u>6,04,000</u> |                      |  | <u>6,04,000</u> |

2 =

6 Marks

Working notes:

Ashok's Sacrifice/ Gain =  $3/6 - 1/3 = 1/6$  (Sacrifice)Bhim's Sacrifice/ Gain =  $2/6 - 1/3 = \text{Nil}$ Chetan's Sacrifice/ Gain =  $1/6 - 1/3 = -1/6$  (Gain)

- 15 -

Q. On 1-4-2013.....interest on debentures.

Ans.

(i)

KL Ltd.

Journal

| Date          | Particulars  | LF | Dr. Amt (₹)        | Cr. Amt (₹) |
|---------------|--|----|--------------------|-------------|
| 2014<br>Apr 1 | Own Debentures A/c Dr.<br>To Bank A/c<br>(Being purchase of 2000 own debentures for ₹ 105 each )                             |    | 2,10,000           | 2,10,000    |
| 2014<br>Apr 1 | 10% Debenture A/c Dr.<br>Loss on redemption of debenture A/c Dr.<br>To Own Debenture A/c<br>(Being redemption of debentures) |    | 2,00,000<br>10,000 | 2,10,000    |

 $\frac{1}{2}$ 

1

|                   |  |     |  |        |        |
|-------------------|--|-----|--|--------|--------|
| 2015<br>Mar<br>31 | Statement of Profit and Loss<br>To Loss on redemption of debenture A/c<br>(Being Loss on redemption of debentures transferred to Statement of Profit and Loss) | Dr. |  | 10,000 | 10,000 |
|-------------------|--|-----|--|--------|--------|

½  
=  
2 marks

(ii)

KL Ltd.  
Journal

| Date          | Particulars  | LF  | Dr. Amt (₹) | Cr. Amt (₹) |
|---------------|--|-----|-------------|-------------|
| 2015<br>Apr 1 | 10% Debentures A/c<br>To Debenture holders A/c<br>(Being payment due to debenture holders on redemption) | Dr. | 1,00,000    | 1,00,000    |
| 2015<br>Apr 1 | Debenture holders A/c<br>To Bank A/c<br>(Being payment due to debenture holders discharged )             | Dr. | 1,00,000    | 1,00,000    |

1  
  
1  
=  
2 marks

(iii)

KL Ltd.  
Journal

| Date          | Particulars   | LF  | Dr. Amt (₹) | Cr. Amt (₹)       |
|---------------|---|-----|-------------|-------------------|
| 2016<br>Feb28 | Own Debenture A/c<br>To Bank A/c<br>(Being purchase of own debentures)  | Dr. | 1,97,000    | 1,97,000          |
| 2016<br>Feb28 | 10% Debenture A/c<br>To Own Debenture A/c<br>To Profit on Redemption of Debentures A/c<br>(Being redemption of debentures )                   | Dr. | 2,00,000    | 1,97,000<br>3,000 |
| 2016<br>Feb28 | Profit on Redemption of Debentures A/c<br>To Capital Reserve A/c<br>(Being transfer of profit on redemption of debentures to capital reserve) | Dr. | 3,000       | 3,000             |

½  
  
1  
  
½  
=  
2 marks  
=  
2+2+2  
=  
6 Marks

17 16 16

Q. A, B and C.....reconstituted firm.  
Ans.

Revaluation A/c

| Dr                 |               | Cr   |               |
|--------------------|---------------|--|---------------|
| Particulars        | Amt (₹)       | Particulars                                    | Amt (₹)       |
| To Investments A/c | 6,000         | By Creditors A/c                               | 3,000         |
| To Machinery A/c   | 6,000         | By Partners' Capital A/c<br>(transfer of loss) |               |
|                    |               | A  | 4,500         |
|                    |               | B  | 3,000         |
|                    |               | C  | 1,500         |
|                    |               |  | 9,000         |
|                    | <u>12,000</u> |  | <u>12,000</u> |

2

| Partner's Capital A/c |               |               |               |               |                             |               |               |               |               |
|-----------------------|---------------|---------------|---------------|---------------|-----------------------------|---------------|---------------|---------------|---------------|
| Dr                    |               |               |               |               | Cr                          |               |               |               |               |
| Particulars           | A             | B             | C             | D             | Particulars                 | A             | B             | C             | D             |
| To Revaluation A/c    | 4,500         | 3,000         | 1,500         | ---           | By Balance b/d              | 60,000        | 40,000        | 20,000        | ---           |
|                       |               |               |               |               | By Bank A/c                 | -             | -             | -             | 29,400        |
| To Balance c/d        | 81,000        | 44,000        | 22,000        | 29,400        | By General Reserve A/c      | 10,500        | 7,000         | 3,500         | ---           |
|                       |               |               |               |               | By premium for goodwill A/c | 15,000        | ---           | ---           | ---           |
|                       | <u>85,500</u> | <u>47,000</u> | <u>23,500</u> | <u>29,400</u> |                             | <u>85,500</u> | <u>47,000</u> | <u>23,500</u> | <u>29,400</u> |

**Balance Sheet of A, B, C and D  
as at 31<sup>st</sup> March 2015**

| Liabilities         | Amt (₹)         | Assets               | Amt (₹)         |
|---------------------|-----------------|----------------------|-----------------|
| Creditors           | 81,000          | Bank                 | 61,400          |
| Partners' Capitals: |                 | Debtors              | 23,000          |
| A                   | 81,000          | Investment           | 24,000          |
| B                   | 44,000          | Machinery            | 29,000          |
| C                   | 22,000          | Furniture & Fittings | 10,000          |
| D                   | <u>29,400</u>   | Stock                | 1,10,000        |
|                     | <u>1,76,400</u> |                      | <u>2,57,400</u> |
|                     | <u>2,57,400</u> |                      | <u>2,57,400</u> |

17 OR  
16 OR  
16 OR

Q. X,Y and Z.....of the reconstituted firm.

Ans.

**Revaluation A/c**

| Dr                                    |              | Cr  |              |
|---------------------------------------|--------------|---|--------------|
| Particulars                           | Amt (₹)      | Particulars                                       | Amt (₹)      |
| To Claim for workmen compensation A/c | 4,000        | By Provision for bad debts A/c                    | 1,000        |
|                                       |              | By Partners' Capital A/c's:<br>(transfer of loss) |              |
|                                       |              | X   | 1,500        |
|                                       |              | Y   | 900          |
|                                       |              | Z   | <u>600</u>   |
|                                       | <u>4,000</u> |   | <u>4,000</u> |

**Partner's Capital A/c**

| Dr                 |               |               |               | Cr                             |               |               |               |
|--------------------|---------------|---------------|---------------|--------------------------------|---------------|---------------|---------------|
| Particulars        | X (₹)         | Y (₹)         | Z (₹)         | Particulars                    | X (₹)         | Y (₹)         | Z (₹)         |
| To Revaluation A/c | 1,500         | 900           | 600           | By Balance b/d                 | 50,000        | 40,000        | 20,000        |
| To Y's Capital A/c | 5,100         | ---           | 10,200        | By Investment Fluctuation Fund | 5,000         | 3,000         | 2,000         |
| To Cash A/c        | ---           | 8,200         | ---           | By Profit & Loss A/c           | 20,000        | 12,000        | 8,000         |
| To Y's Loan A/c    | ---           | 61,200        | ---           | By X's capital A/c             | ---           | 5,100         | ---           |
| To X's Current A/c | 15,840        | ---           | ---           | By Z's Capital A/c             | ---           | 10,200        | ---           |
| To Balance c/d     | 52,560        | ---           | 35,040        | By Z's Current A/c             | ---           | ---           | 15,840        |
|                    | <u>75,000</u> | <u>70,300</u> | <u>45,840</u> |                                | <u>75,000</u> | <u>70,300</u> | <u>45,840</u> |

**Balance Sheet of X,Y and Z**

**As at 31<sup>st</sup> March 2015**

| Liabilities         |               | Amt (₹)         | Assets          |              | Amt (₹)         |
|---------------------|---------------|-----------------|-----------------|--------------|-----------------|
| Partners' Capital : |               |                 | Land & Building |              | 62,000          |
| X                   | 52,560        |                 | Motor Van       |              | 20,000          |
| Z                   | <u>35,040</u> | 1,76,400        | Investment      |              | 19,000          |
| X's Current A/c     |               | 15,840          | Machinery       |              | 12,000          |
| Y's Loan            |               | 61,200          | Stock           |              | 15,000          |
| Creditors           |               | 81,000          | Debtors         | 40,000       |                 |
| Claim for Workmen   |               |                 | Less: Provision | <u>2,000</u> | 38,000          |
| Compensation        |               | 4,000           | Cash            |              | 7,800           |
|                     |               |                 | Z's Current A/c |              | 15,840          |
|                     |               | <u>1,89,640</u> |                 |              | <u>1,89,640</u> |

1  
½  
½

1  
3  
=  
8 Marks

16 17 17

**Q. KS Ltd.....books of KS Ltd.  
Ans.**

**KS Ltd.  
Journal**

| Date | Particulars  | LF | Dr. Amt (₹)       | Cr. Amt (₹)                                  |
|------|--|----|-------------------|--|
|      | Bank A/c Dr.<br>To Equity Share Application A/c<br>(Being application money received on shares)  |    | 12,80,000         | 12,80,000                                    |
|      | Equity Share Application A/c Dr.<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>To Bank A/c<br>To Equity Share Allotment A/c<br>(Being application money transferred to share capital A/c) |    | 12,80,000         | 4,80,000<br>1,60,000<br>3,20,000<br>3,20,000 |
|      | Equity Share Allotment A/c Dr.<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being share allotment made due)   |    | 9,60,000          | 4,80,000<br>4,80,000                         |
|      | Bank A/c Dr.<br>To Equity Share Allotment a/c<br>(Being allotment money received except on 800 shares)   |    | 6,36,800          | 6,36,800                                     |
|      | <b>OR</b>  |    |                   |  |
|      | Bank A/c Dr.<br>Calls in Arrears A/c Dr.<br>To Equity Share Allotment A/c<br>(Being allotment money received except on 800 shares)   |    | 6,36,800<br>3,200 | 6,40,000                                     |
|      | Equity Share Capital A/c Dr.<br>Securities Premium Reserve A/c Dr.<br>To Shares Forfeited A/c<br>To Equity Share Allotment A/c/ Calls in arrears A/c<br>(Being 800 shares of Jain forfeited after allotment)       |    | 4,800<br>2,400    | 4,000<br>3,200                               |

½  
1  
½  
1  
1



|          |          |          |  |  |           |                        |  |                   |  |  |
|----------|----------|----------|--|--|-----------|------------------------|--|-------------------|--|--|
|          |          |          | Equity Share First & Final call A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being first & final call due on 1,59,200 shares)                                 | Dr.  |           | 9,55,200               | 6,36,800<br>3,18,400                     | $\frac{1}{2}$     |  |  |
|          |          |          | Bank A/c<br>To Equity share First and Final call a/c<br>(Being first & final call money received except on 800 shares)   | Dr.  |           | 9,50,400               | 9,50,400                                 | 1                 |  |  |
|          |          |          | <b>OR</b><br>Bank A/c<br>Calls in arrears A/c<br>To Equity Share First and Final call A/c<br>(Being first & final call money received except on 800 shares)                                  | Dr.<br>Dr.   |           | 9,50,400<br>4,800      | 9,55,200                                 |                   |  |  |
|          |          |          | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share first and final call /Calls in arrears A/c<br>(Being 800 shares of Gupta forfeited) | Dr.<br>Dr.   |           | 8,000<br>1,600         | 4,800<br>4,800                           | 1                 |  |  |
|          |          |          | Bank A/c<br>Shares Forfeited A/c<br>To Equity Share Capital A/c<br>(Being 1000 shares reissued for ₹ 8 per share fully paid up)  | Dr.<br>Dr.   |           | 8,000<br>2,000         | 10,000                                   | $\frac{1}{2}$     |  |  |
|          |          |          | Shares Forfeited A/c<br>To Capital Reserve A/c<br>(Being gain on reissue on forfeited shares transferred to capital reserve account)   | Dr.  |           | 3,200                  | 3,200                                    | 1<br>=<br>8 Marks |  |  |
| 16<br>OR | 17<br>OR | 17<br>OR | Q.CG Ltd. Had.....blanks.<br>Ans.  |  |           |                        |  |                   |  |  |
|          |          |          | <b>CG Ltd.</b>   |  |           |                        |  |                   |  |  |
|          |          |          | <b>Journal</b>   |  |           |                        |  |                   |  |  |
|          |          |          | <b>Date</b>  | <b>Particulars</b>   | <b>LF</b> | <b>Dr. Amt<br/>(₹)</b> | <b>Cr. Amt<br/>(₹)</b>                   |                   |  |  |
|          |          |          | 2015<br>Jan10  | Bank A/c<br>To Equity Share Application A/c<br>(Amount received on application 70,000 shares @ ₹ 5 per share including premium)  | Dr.       | 3,50,000               | 3,50,000                                 | $\frac{1}{2}$     |  |  |
|          |          |          | Jan16  | Equity Share Application A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>To Bank A/c<br>To Equity Share Allotment A/c<br>(Transfer of application money to share capital, securities premium, money refunded for 8000 shares for rejected, applications and | Dr.       | 3,50,000               | 1,50,000<br>1,00,000<br>40,000<br>60,000 | 1                 |  |  |

|  |  |               |  |  |                              |  |                              |  |                   |
|--|--|---------------|--|--|------------------------------|--|------------------------------|--|-------------------|
|  |  |               | balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)  |  |                              |  |                              |  |                   |
|  |  | Jan31         | <b>Equity Share allotment A/c</b> Dr.<br><b>To Equity Share Capital A/c</b><br>(Amount due on allotment @ ₹ 4 per share)   |  | <b>2,00,000</b>              |  | <b>2,00,000</b>              |  | $\frac{1}{2}$     |
|  |  | Feb20         | <b>Bank A/c</b> Dr.<br><b>To Equity share allotment a/c</b><br>(Balance amount received on allotment)  |  | <b>1,40,000</b>              |  | <b>1,40,000</b>              |  | 1                 |
|  |  | Apr01         | <b>Equity share first and final call A/c</b> Dr.<br><b>To Equity share Capital A/c</b><br>(First and final call money due)   |  | <b>1,50,000</b>              |  | <b>1,50,000</b>              |  | 1                 |
|  |  | Apr20         | <b>Bank A/c</b> Dr.<br>Calls in arrears A/c Dr.<br><b>To Equity Share first and final call A/c</b><br>(Money received on first and final call )                        |  | <b>1,48,500</b><br>1,500     |  | <b>1,50,000</b>              |  | 1                 |
|  |  | Aug27         | <b>Equity Share capital A/c</b> Dr.<br><b>To Forfeited Shares A/c</b><br><b>To Calls in arrears A/c</b><br>(Forfeited the shares on which call money was not received) |  | <b>5,000</b>                 |  | <b>3,500</b><br><b>1,500</b> |  | 1                 |
|  |  | Oct03         | <b>Bank A/c</b> Dr.<br><b>Forfeited Shares A/c</b> Dr.<br><b>To Equity Share Capital A/c</b><br>(Re-issued the forfeited shares @ ₹ 8 per share fully paid up))        |  | <b>4,000</b><br><b>1,000</b> |  | <b>5,000</b>                 |  | 1                 |
|  |  | 2016<br>Mar31 | <b>Shares Forfeited A/c</b> Dr.<br><b>To Capital Reserve A/c</b><br><b>(Being gain on reissue on forfeited shares transferred to capital reserve account)</b>          |  | <b>2,500</b>                 |  | <b>2,500</b>                 |  | 1<br>=<br>8 Marks |

|   |    |    |   |  |  |  |  |  |  |
|---|----|----|---|--|--|--|--|--|--|
| <b>PART B</b><br><b>(Financial Statements Analysis)</b> |    |    |   |  |  |  |  |  |  |
| 19  | 18 | 19 | <b>Q. Give the meaning.....Cash flow statement.</b><br><b>Ans.</b> Cash Equivalents are short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.  |  |  |  |  |  | =<br>1 Mark                                |
| 18  | 19 | 18 | <b>Q. 'An enterprise.....Cash flow statement.</b><br><b>Ans.</b><br><ul style="list-style-type: none"> <li>• Yes, the statement is correct.</li> <li>• Operating Activity</li> </ul>  |  |  |  |  |  | $\frac{1}{2}$<br>$\frac{1}{2}$<br>= 1 Mark |
| -   | 20 | -  | <b>Q. (a) One of the..... of this analysis.</b><br><b>Ans.</b><br><b>(a) Objectives of 'Financial Statements Analysis': (Any two)</b><br>(i) <u>Assessing the earning capacity or profitability</u> of the firm as a whole as well as its different departments so as to judge the financial health of the firm.<br>(ii) <u>Assessing the managerial efficiency</u> by using financial ratios.<br>(iii) <u>Identifying the reasons for change in the financial position</u> of the enterprise<br>(iv) Assessing their own performance as well as of others through <u>inter firm comparison</u> .<br>(v) Assessing developments in future by <u>forecasting and preparing budgets</u> . |  |  |  |  |  | 1x2  |

|    |    |    |  |  |
|----|----|----|--|--|
|    |    |    | <p>(vi) <u>Ascertain the relative importance of different components of the financial position of the firm.</u></p> <p>(vii) <u>Understanding complicated matter in a simplified manner.</u></p> <p><b>Q. (b) Name any two..... Companies Act 2013.</b><br/> <b>Ans. (b)</b></p> <p><b><u>Other Current Liabilities ( Any Two)</u></b></p> <p>(i) Unpaid Dividend<br/> (ii) Interest accrued and due on borrowings<br/> (iii) Interest accrued but not due on borrowings<br/> (iv) Income received in advance<br/> (v) Calls in advance<br/> (vi) Interest on calls in advance<br/> (vii) Current maturities of long term debts<br/> (viii) Application money received for allotment of securities and due for refund and interest due there on.<br/> (ix) Unpaid matured deposits and interest accrued there on.<br/> (x) Unpaid matured debentures and interest accrued thereon.<br/> (xi) Other payables(outstanding expenses, provident fund payable, ESI payable, CST payable, VAT payable etc.)</p> <p><b><u>Other Current Assets (Any two)</u></b></p> <p>(i) Prepaid expenses<br/> (ii) Accrued incomes<br/> (iii) Advance Taxes<br/> (iv) Unamortised expenses/losses (to be written off within 12 months from the date of balance sheet)</p> | <p>½ x 2</p> <p>½ x 2</p> <p>=</p> <p><b>4 Marks</b></p>           |
| -  | 21 | -  | <p><b>Q. (a) What is meant .....of business?</b><br/> <b>Ans. (a)</b><br/> Liquidity of business refers to the firm’s ability to meet its current obligations/short term liabilities.</p> <p><b>Q. (b) From the following.....Operating ratio.</b><br/> <b>Ans.</b></p> <p>Operating Ratio = <math>\frac{\text{Cost of Revenue from operations} + \text{Operating Expenses}}{\text{Revenue from Operations}} \times 100</math></p> <p>Operating Expenses = Selling Expenses + Administrative expenses<br/> = ₹ 1,44,000 + ₹ 73,000<br/> = ₹ 2,17,000</p> <p>Cost of Revenue from operations = ₹ 6,80,000 x 100/125<br/> = ₹ 5,44,000</p> <p>Operating Ratio = <math>\frac{\text{₹ 5,44,000} + \text{₹ 2,17,000}}{\text{₹ 6,80,000}} \times 100</math><br/> = 111.91%</p>   | <p>2</p> <p>½</p> <p>1</p> <p>½</p> <p>=</p> <p><b>4 Marks</b></p> |
| 22 | 22 | 22 | <p><b>Q. Following is the.....to the society.</b><br/> <b>Ans.</b></p>   |  |

**COMPARATIVE STATEMENT OF PROFIT & LOSS**  
For the years ended 31<sup>st</sup> March 2014 and 2015

| Particulars                      | Note No. | 2013-14 (₹) | 2014-15 (₹) | Absolute Change | Percentage Change (%) |
|----------------------------------|----------|-------------|-------------|-----------------|-----------------------|
| (i) Revenue from Operations      |          | 20,00,000   | 25,00,000   | 5,00,000        | 25                    |
| (ii) Add: other income           |          | 5,00,000    | 1,00,000    | (4,00,000)      | (80)                  |
| (iii) Total Revenue (i)+(ii)     |          | 25,00,000   | 26,00,000   | 1,00,000        | 4                     |
| (iv) Less: Expenses              |          |             |             |                 |                       |
| Employee Benefit Expenses        |          | 12,50,000   | 15,60,000   | 3,10,000        | 24.87                 |
| Other Expenses                   |          | 2,50,000    | 1,56,000    | (94,000)        | (37.6)                |
| Total Expenses                   |          | 15,00,000   | 17,16,000   | 2,16,000        | 14.4                  |
| (v) Profit before Tax (iii)-(iv) |          | 10,00,000   | 8,84,000    | (1,16,000)      | (11.6)                |
| (vi) Less: Tax                   |          | 4,00,000    | 4,42,000    | 42,000          | 10.5                  |
| (vii) Profit after tax           |          | 6,00,000    | 4,42,000    | (1,58,000)      | (26.33)               |

**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 KK Ltd.**  
**For the year ended 31<sup>st</sup> March 2015 as per AS-3 (Revised)**

| Particulars   | Details (₹)       | Amount (₹)             |
|---|-------------------|------------------------|
| <b><u>A. Cash Flows from Operating Activities:</u></b>            |                   |                        |
| Net Profit before tax & extraordinary items (note 1)              | 6,00,000          |                        |
| <b><u>Add: Non cash and non-operating charges</u></b>             |                   |                        |
| Goodwill written off  | 20,000            |                        |
| Depreciation on machinery   | 1,98,000          |                        |
| Interest on debentures  | <u>1,20,000</u>   |                        |
| <i>Operating profit before working capital changes</i>            | 9,38,000          |                        |
| <b><u>Less: Increase in Current Assets</u></b>                    |                   |                        |
| Increase in stock in trade  | <u>(1,24,000)</u> |                        |
| <i>Cash from operations</i>                                       | 8,14,000          |                        |
| Less: tax paid  | <u>(1,40,000)</u> |                        |
| Net Cash generated from Operating Activities                      |                   | <b>6,74,000</b>        |
| <b><u>B. Cash flows from Investing Activities :</u></b>           |                   |                        |
| Purchase of machinery   | (7,64,000)        |                        |
| Purchase of non current investments                               | <u>(50,000)</u>   |                        |
| Net Cash used in investing activities                             |                   | <b>(8,14,000)</b>      |
| <b><u>C. Cash flows from Financing Activities:</u></b>            |                   |                        |
| Issue of share capital  | 2,00,000          |                        |
| Redemption of 12% debentures                                      | (1,00,000)        |                        |
| Interest on debentures paid                                       | (1,20,000)        |                        |
| Bank overdraft raised   | <u>2,00,000</u>   |                        |
| Net Cash flow from financing activities                           |                   | <b><u>1,80,000</u></b> |
| Net increase in cash & cash equivalents (A+B+C)                   |                   | <b>40,000</b>          |
| <b><u>Add: Opening balance of cash &amp; cash equivalents</u></b> |                   |                        |
| Current Investments   | 1,20,000          |                        |
| Cash and Cash Equivalents   | <u>1,20,000</u>   |                        |
|   |                   | <b><u>2,40,000</u></b> |
| Closing Balance of cash & cash equivalents                        |                   |                        |
| Current Investments   | 1,00,000          |                        |
| Cash and Cash Equivalents   | <u>1,80,000</u>   |                        |
|   |                   | <b><u>2,80,000</u></b> |

**Notes:**

**Calculation of Net Profit before tax:**

|  |                 |
|--|-----------------|
| Net profit as per statement of Profit & Loss | 5,00,000        |
| Add: Provision for tax made                  | <u>1,00,000</u> |
| Net Profit before tax & extraordinary items  | <u>6,00,000</u> |

**Provision for tax A/c**

| Particulars    | ₹                      | Particulars         | ₹                      |
|----------------|------------------------|---------------------|------------------------|
| To Bank A/c    | 1,40,000               | By Balance b/d      | 1,80,000               |
| (Tax Paid)     |                        | By Statement of P/L | 1,00,000               |
| To balance c/d | 1,40,000               | (Bal fig.)          |                        |
|                | <b><u>2,80,000</u></b> |                     | <b><u>2,80,000</u></b> |

1 ½

+

6,74,000

1

+

(8,14,000)

2

+

40,000

½

2,40,000

+

2,80,000

1  
=  
6 Marks

| <b>PART C</b><br><b>(Computerized Accounting)</b> |    |    |   |  |
|---|----|----|---|--|
| 19  | 18 | 18 | <p><b>Q. What is the purpose of normalization?</b></p> <p><b>Ans.</b><br/>The process of removing data redundancy is known as Normalisation. There are two goals of the normalisation process: eliminating redundant data (for example, storing the same data in more than one table). Both of these are worthy goals as they reduce the amount of space a database consumes and ensure that data is logically stored. There are several benefits for using Normalization in Database.</p>    | <b>1 Mark</b>                                |
| 18  | 19 | 19 | <p><b>Q. What is meant by 'Key field'?</b></p> <p><b>Ans.</b><br/>The common field used in a relationship table is known as key field.</p>  | <b>1 mark</b>                                |
| 22  | 20 | 21 | <p><b>Q. State any four.....Accounting System.</b></p> <p><b>Ans.</b><br/>Following are the advantages of computerized accounting system (<b>any four</b>):</p> <ol style="list-style-type: none"> <li>1. Timely generation of reports and information in desired format.</li> <li>2. Efficient record keeping.</li> <li>3. Ensures effective control over the system.</li> <li>4. Economy in the processing of accounting data.</li> <li>5. Conditionality of data is maintained.</li> </ol> | <b>1 X 4</b><br><b>=</b><br><b>4 Marks</b>   |
| 20  | 21 | 22 | <p><b>Q. Explain any four.....Profit &amp; Loss.</b></p> <p><b>Ans.</b><br/>Any four of the following:</p> <ol style="list-style-type: none"> <li>1. Sales Account</li> <li>2. Purchase Account</li> <li>3. Direct Income</li> <li>4. Indirect Income</li> <li>5. Direct Expenses</li> <li>6. Indirect Expenses</li> </ol> <p>(With appropriate on computerized accounting due to following explanation)</p>  | <b>1 X 4</b><br><b>=</b><br><b>4 Marks</b>   |
| 21  | 22 | 20 | <p><b>Q. Internal manipulation.....accounting. How?</b></p> <p><b>Ans.</b><br/>Internal manipulation of accounting records is much easier due to following reasons:</p> <ul style="list-style-type: none"> <li>• Defective logical sequence at programming stage.</li> <li>• Prone to hacking. (with example and explanation)</li> </ul>  | <b>2 X 2</b><br><b>=</b><br><b>4 Marks</b>   |
| -   | 23 | -  | <p><b>Q. On the basis.....per month.</b></p> <p><b>Ans.</b></p> <ol style="list-style-type: none"> <li>1. = E11XF11/30<br/>Where E11 is basic pay and F11 is number of effective working days which are 27 in this case.</li> <li>2. =G11X40%<br/>Where G11 is the basic pay earned in part 1</li> <li>3. = IF(C11="Nsup",G11X15%,IF(C11="Sup"X25%,0))</li> <li>4. =IF(C11"Nsup",500,IF(C11="Sup",1000.0))</li> </ol>   | <b>1 ½ X 4</b><br><b>=</b><br><b>6 Marks</b> |

| Q. Set No.            |   |   | Marking Scheme 2015-16<br>Accountancy (055)<br><b>Delhi – 67/1/3</b><br>Expected Answers / Value points   |                   |  |  | Distributio<br>n of marks |                            |                                 |                       |  |   |   |  |                   |                   |               |
|-----------------------|---|---|---|-------------------|--|--|---------------------------|----------------------------|---------------------------------|-----------------------|--|---|---|--|-------------------|-------------------|---------------|
| 67/<br>1/1            | 67/<br>1/2  | 67/<br>1/3  |   |                   |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 6                     | 1   | 1   | <b>Q. Nusrat and Sonu.....were fixed.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>Journal</b></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>2015<br/>Mar 31</td> <td>Nusrat's Current A/c Dr.<br/>To Interest on Drawings A/c<br/>(Being Interest on drawings charged)</td> <td></td> <td style="text-align: right;">300</td> <td style="text-align: right;">300</td> </tr> </tbody> </table>   |                   |  |  | Date                      | Particulars                | LF                              | Dr (₹)                | Cr (₹)   | 2015<br>Mar 31  | Nusrat's Current A/c Dr.<br>To Interest on Drawings A/c<br>(Being Interest on drawings charged)   |  | 300               | 300               | <b>1 Mark</b> |
| Date                  | Particulars   | LF  | Dr (₹)  | Cr (₹)            |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2015<br>Mar 31        | Nusrat's Current A/c Dr.<br>To Interest on Drawings A/c<br>(Being Interest on drawings charged)   |   | 300   | 300               |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 5                     | 4   | 2   | <b>Q. On 1-1-2016..... of the company.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>Kamini Ltd.</b></p> <p style="text-align: center;"><b>Journal</b></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>2016<br/>Jan 1</td> <td>Bank A/c Dr.<br/>Calls in Arrears A/c Dr.<br/>To Equity Share first call A/c<br/>To Calls in advance A/c<br/>( Being call money received except on 500<br/>shares and received advance on 1,000<br/>shares)</td> <td></td> <td style="text-align: right;">3,03,500<br/>1,500</td> <td style="text-align: right;">3,00,000<br/>5,000</td> </tr> </tbody> </table> |                   |  |  | Date                      | Particulars                | LF                              | Dr (₹)                | Cr (₹)   | 2016<br>Jan 1   | Bank A/c Dr.<br>Calls in Arrears A/c Dr.<br>To Equity Share first call A/c<br>To Calls in advance A/c<br>( Being call money received except on 500<br>shares and received advance on 1,000<br>shares) |  | 3,03,500<br>1,500 | 3,00,000<br>5,000 | <b>1 Mark</b> |
| Date                  | Particulars   | LF  | Dr (₹)  | Cr (₹)            |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2016<br>Jan 1         | Bank A/c Dr.<br>Calls in Arrears A/c Dr.<br>To Equity Share first call A/c<br>To Calls in advance A/c<br>( Being call money received except on 500<br>shares and received advance on 1,000<br>shares) |   | 3,03,500<br>1,500   | 3,00,000<br>5,000 |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 4                     | 2   | 3   | <b>Q. State the.....Redemption Reserve.</b><br><br><b>Ans.</b> 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>  |                   |  |  | <b>1 Mark</b>             |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 3                     | 5   | 4   | <b>Q. Distinguish.....economic relationship'.</b><br><br><b>Ans.</b> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Basis</th> <th style="width: 35%;">Dissolution of partnership</th> <th style="width: 35%;">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. | <b>1 Mark</b>   |  |                   |                   |               |
| 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. |   |                   |  |  |                           |                            |                                 |                       |  |   |   |  |                   |                   |               |
| 2                     | 3   | 5   | <b>Q. A, B and C..... C and D.</b><br><br><b>Ans.</b><br>A's share = 3/6<br>B's share = 2/6 – 1/16 = 26/96<br>C's share = 1/6 – 1/16 = 10/96<br>D's share = 1/8<br>} ½<br><br>Thus, the New Profit sharing ratio for A, B, C and D will be<br>= 3/6: 26/96: 10/96: 1/8<br>= 24:13:5:6<br>} ½  |                   |  |  | <b>=<br/>1 Mark</b>       |                            |                                 |                       |  |   |   |  |                   |                   |               |

| 1    | 6   | 6  | <p><b>Q. What is the.....firm.</b></p> <p><b>Ans.</b></p> <ul style="list-style-type: none"> <li>• Maximum number of partners : 50</li> <li>• Companies Act, 2013</li> </ul>  | <p><math>\frac{1}{2} + \frac{1}{2}</math><br/>=1 Mark</p> |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|------|---|----|---|---|-------------|----|--------|--------|--|---|--|-------------|--------------------------------|--|---|--|-------------|---------------------------------------|---|----|--|--|--|--|--|--|-------|-------|--|--|--|----------|--------------------|--|
| 10   | 8   | 7  | <p><b>Q. To provide employment.....to propagate.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>X Ltd.</b><br/><b>Journal</b></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></td> <td>Bank A/c Dr.<br/>To Equity Share Application and allotment A/c<br/>(Being application &amp; allotment money received for 20,00,000 shares)</td> <td></td> <td style="text-align: right;">3,00,00,000</td> <td style="text-align: right;">3,00,00,000</td> </tr> <tr> <td></td> <td>Equity Share application and allotment A/c Dr.<br/>To Equity Share capital A/c<br/>To Bank A/c<br/>To Securities Premium Reserve A/c<br/>(Being share application and allotment money adjusted)</td> <td></td> <td style="text-align: right;">3,00,00,000</td> <td style="text-align: right;">75,00,000<br/>1,87,50,000<br/>37,50,000</td> </tr> </tbody> </table> <p><b>Values ( Any Two):</b></p> <ol style="list-style-type: none"> <li>1. Providing employment opportunities.</li> <li>2. Development of backward areas.</li> <li>3. Helping the young people to undertake developmental activities.</li> <li>4. Promoting peace and harmony in the society.</li> </ol> <p style="text-align: center;"><b>(Or Any other correct value)</b></p>   | Date  | Particulars | LF | Dr (₹) | Cr (₹) |  | Bank A/c Dr.<br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares)          |  | 3,00,00,000 | 3,00,00,000                    |  | Equity Share application and allotment A/c Dr.<br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted) |  | 3,00,00,000 | 75,00,000<br>1,87,50,000<br>37,50,000 | <p><math>\frac{1}{2}</math></p> <p><math>\frac{1}{2}</math></p> <p><b>1 X 2 = 3 Marks</b></p> |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
| Date | Particulars   | LF | Dr (₹)  | Cr (₹)  |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Bank A/c Dr.<br>To Equity Share Application and allotment A/c<br>(Being application & allotment money received for 20,00,000 shares)  |    | 3,00,00,000   | 3,00,00,000   |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Equity Share application and allotment A/c Dr.<br>To Equity Share capital A/c<br>To Bank A/c<br>To Securities Premium Reserve A/c<br>(Being share application and allotment money adjusted) |    | 3,00,00,000   | 75,00,000<br>1,87,50,000<br>37,50,000                     |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
| 9    | -   | 8  | <p><b>Q. Sandesh Ltd..... books of Sandesh Ltd.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Sandesh Ltd.</b><br/><b>Journal</b></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></td> <td>Sundry Assets A/c Dr.<br/>To Sundry liabilities A/c<br/>To Sanchar Ltd. A/c<br/>To Capital Reserve A/c<br/>( Being Assets &amp; Liabilities acquired)</td> <td></td> <td style="text-align: right;">7,00,000</td> <td style="text-align: right;">2,00,000<br/>4,59,500<br/>40,500</td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c Dr.<br/>To Bills Payable A/c<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being draft accepted and equity shares issued at a premium of 10%)</td> <td></td> <td style="text-align: right;">4,59,500</td> <td style="text-align: right;">8,500<br/>4,10,000<br/>41,000</td> </tr> <tr> <td></td> <td style="text-align: center;">OR</td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c Dr.<br/>To Bills Payable A/c<br/>(Being draft accepted)</td> <td></td> <td style="text-align: right;">8,500</td> <td style="text-align: right;">8,500</td> </tr> <tr> <td></td> <td>Sanchar Ltd. A/c Dr.<br/>To Equity Share Capital A/c<br/>To Securities Premium Reserve A/c<br/>(Being equity shares issued at a premium of 10%)</td> <td></td> <td style="text-align: right;">4,51,000</td> <td style="text-align: right;">4,10,000<br/>41,000</td> </tr> </tbody> </table> | Date  | Particulars | LF | Dr (₹) | Cr (₹) |  | Sundry Assets A/c Dr.<br>To Sundry liabilities A/c<br>To Sanchar Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired) |  | 7,00,000    | 2,00,000<br>4,59,500<br>40,500 |  | Sanchar Ltd. A/c Dr.<br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being draft accepted and equity shares issued at a premium of 10%)     |  | 4,59,500    | 8,500<br>4,10,000<br>41,000           |   | OR |  |  |  |  | Sanchar Ltd. A/c Dr.<br>To Bills Payable A/c<br>(Being draft accepted) |  | 8,500 | 8,500 |  | Sanchar Ltd. A/c Dr.<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium of 10%) |  | 4,51,000 | 4,10,000<br>41,000 | <p><b>1 ½</b></p> <p><b>1 ½</b></p> <p style="text-align: center;"><b>OR</b></p> <p><math>\frac{1}{2}</math></p> <p><b>1 = 3 Marks</b></p> |
| Date | Particulars   | LF | Dr (₹)  | Cr (₹)  |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Sundry Assets A/c Dr.<br>To Sundry liabilities A/c<br>To Sanchar Ltd. A/c<br>To Capital Reserve A/c<br>( Being Assets & Liabilities acquired)   |    | 7,00,000  | 2,00,000<br>4,59,500<br>40,500                            |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Sanchar Ltd. A/c Dr.<br>To Bills Payable A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being draft accepted and equity shares issued at a premium of 10%)     |    | 4,59,500  | 8,500<br>4,10,000<br>41,000                               |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | OR  |    |   |   |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Sanchar Ltd. A/c Dr.<br>To Bills Payable A/c<br>(Being draft accepted)  |    | 8,500   | 8,500   |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |
|      | Sanchar Ltd. A/c Dr.<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being equity shares issued at a premium of 10%)  |    | 4,51,000  | 4,10,000<br>41,000  |             |    |        |        |  |   |  |             |                                |  |   |  |             |                                       |   |    |  |  |  |  |  |  |       |       |  |  |  |          |                    |  |



| 8             | 10  | 9  | <p><b>Q. State any three.....may arise.</b></p> <p><b>Ans.</b></p> <p>In addition to the stated circumstances, the need for the valuation of goodwill in partnership may arise in the following circumstances:</p> <ul style="list-style-type: none"> <li>• Change in the profit sharing ratio amongst the existing partners.</li> <li>• Dissolution of a firm involving sale of business as a going concern</li> <li>• Amalgamation of partnership firms.</li> </ul>   | <p><b>1 x 3</b><br/><b>=</b><br/><b>3 Marks</b></p> |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
|---------------|---|----|---|---|-------------|----|--------|--------|---------------|---|--|----------|----------|---------------|---|--|--------------------|--------------------|------|-------------|----|--------|--------|---------------|---|--|----------|----------|---------------|--|--|--------------------|--------------------|-----------|--|--|--|--|--|---|--|------------------------------|--------------------|--|
| 7             | -   | 10 | <p><b>Q. KTR Ltd. ....5% per annum.</b></p> <p><b>Ans.</b></p> <p>(a)</p> <p style="text-align: center;"><b>KTR Ltd.</b><br/><b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 60%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 10%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016<br/>Mar 4</td> <td>Bank A/c Dr.<br/>    To 9% Debenture Application &amp; Allotment A/c<br/>(Being application money received)</td> <td></td> <td style="text-align: right;">3,65,000</td> <td style="text-align: right;">3,65,000</td> </tr> <tr> <td>2016<br/>Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr.<br/>Loss on Issue of Debentures A/c Dr.<br/>    To 9 % Debentures A/c<br/>    To Premium on Redemption of Debentures A/c<br/>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 10%)</td> <td></td> <td style="text-align: right;">3,65,000<br/>36,500</td> <td style="text-align: right;">3,65,000<br/>36,500</td> </tr> </tbody> </table> <p>(b)</p> <p style="text-align: center;"><b>KTR Ltd.</b><br/><b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 10%;">Date</th> <th style="width: 60%;">Particulars</th> <th style="width: 5%;">LF</th> <th style="width: 15%;">Dr (₹)</th> <th style="width: 10%;">Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016<br/>Mar 4</td> <td>Bank A/c Dr.<br/>    To 9% Debenture Application &amp; Allotment A/c<br/>(Being application money received)</td> <td></td> <td style="text-align: right;">3,43,100</td> <td style="text-align: right;">3,43,100</td> </tr> <tr> <td>2016<br/>Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr.<br/>Loss on Issue of Debentures A/c Dr.<br/>    To 9 % Debentures A/c<br/>    To Premium on Redemption of Debentures A/c<br/>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%)</td> <td></td> <td style="text-align: right;">3,43,100<br/>40,150</td> <td style="text-align: right;">3,65,000<br/>18,250</td> </tr> <tr> <td colspan="5" style="text-align: center;"><b>OR</b></td> </tr> <tr> <td></td> <td>9% Debenture Application &amp; Allotment A/c Dr.<br/>Discount on Issue of Debentures A/c Dr.<br/>Loss on Issue of Debentures A/c Dr.<br/>    To 9 % Debentures A/c<br/>    To Premium on Redemption of Debentures A/c<br/>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%)</td> <td></td> <td style="text-align: right;">3,43,100<br/>21,900<br/>18,250</td> <td style="text-align: right;">3,65,000<br/>18,250</td> </tr> </tbody> </table> | Date  | Particulars | LF | Dr (₹) | Cr (₹) | 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received) |  | 3,65,000 | 3,65,000 | 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 10%) |  | 3,65,000<br>36,500 | 3,65,000<br>36,500 | Date | Particulars | LF | Dr (₹) | Cr (₹) | 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received) |  | 3,43,100 | 3,43,100 | 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%) |  | 3,43,100<br>40,150 | 3,65,000<br>18,250 | <b>OR</b> |  |  |  |  |  | 9% Debenture Application & Allotment A/c Dr.<br>Discount on Issue of Debentures A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%) |  | 3,43,100<br>21,900<br>18,250 | 3,65,000<br>18,250 | <p style="text-align: center;">½</p> <p style="text-align: center;">1</p> <p style="text-align: center;">½</p> <p style="text-align: center;">1</p> <p style="text-align: center;">=</p> <p style="text-align: center;"><b>3 Marks</b></p> |
| Date          | Particulars   | LF | Dr (₹)  | Cr (₹)  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)   |    | 3,65,000  | 3,65,000  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at par , but redeemable at premium of 10%)   |    | 3,65,000<br>36,500  | 3,65,000<br>36,500                                  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| Date          | Particulars   | LF | Dr (₹)  | Cr (₹)  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| 2016<br>Mar 4 | Bank A/c Dr.<br>To 9% Debenture Application & Allotment A/c<br>(Being application money received)   |    | 3,43,100  | 3,43,100  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| 2016<br>Mar 4 | 9% Debenture Application & Allotment A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%)  |    | 3,43,100<br>40,150  | 3,65,000<br>18,250                                  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| <b>OR</b>     |   |    |   |   |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
|               | 9% Debenture Application & Allotment A/c Dr.<br>Discount on Issue of Debentures A/c Dr.<br>Loss on Issue of Debentures A/c Dr.<br>To 9 % Debentures A/c<br>To Premium on Redemption of Debentures A/c<br>(Being transfer of application money to debenture account issued at 6% discount but redeemable at premium of 5%) |    | 3,43,100<br>21,900<br>18,250  | 3,65,000<br>18,250                                  |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |
| 11            | 12  | 11 | <p><b>Q. P and Q.....year ended 31-3-2015.</b></p> <p><b>Ans.</b></p>   |   |             |    |        |        |               |   |  |          |          |               |   |  |                    |                    |      |             |    |        |        |               |   |  |          |          |               |  |  |                    |                    |           |  |  |  |  |  |   |  |                              |                    |  |

| Profit & Loss Appropriation A/c of P, Q and R     |                 |  |                 |
|---|-----------------|--|-----------------|
| Dr.   |                 | Cr.  |                 |
| For the year ended 31 <sup>st</sup> March 2015    |                 |  |                 |
| Particulars                                       | Amount (₹)      | Particulars                                | Amount (₹)      |
| To Partners' Capital A/c:<br>(transfer of profit) |                 | By Profit and loss A/c<br>(net profit) (1) | 4,00,000        |
| P - 2,18,750                                      |                 |  |                 |
| Less Deficiency- <u>15,000</u>                    | (1) 2,03,750    |  |                 |
| Q- 1,31,250                                       |                 |  |                 |
| Less Deficiency- <u>10,000</u>                    | (1) 1,21,250    |  |                 |
| R- 50,000   |                 |  |                 |
| Add from P 15,000                                 |                 |  |                 |
| From Q <u>10,000</u>                              | (1) 75,000      |  |                 |
|   | <u>4,00,000</u> |  | <u>4,00,000</u> |

=  
4 Marks

| 12              | 11  | 12 | <p><b>Q. Vikas, Vishal and Vaibhav.....Vaibhav's Death.</b><br/>Ans.</p> <p style="text-align: center;"><b>Journal of Vikas, Vishal and Vaibhav</b></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<br/>Dec. 31</td> <td>Vikas's Capital A/c Dr.<br/>Vishal's Capital A/c Dr.<br/>To Vaibhav's Capital A/c<br/>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1)</td> <td></td> <td>12,000<br/>12,000</td> <td>24,000</td> </tr> <tr> <td>Dec. 31</td> <td>Vaibhav's Capital A/c Dr.<br/>To Profit &amp; Loss A/c<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</td> <td></td> <td>10,000</td> <td>10,000</td> </tr> <tr> <td colspan="5" style="text-align: center;"><b>OR</b></td> </tr> <tr> <td></td> <td>Vikas's Capital A/c Dr.<br/>Vishal's Capital A/c Dr.<br/>Vaibhav's Capital A/c Dr.<br/>To Profit &amp; Loss A/c<br/>(Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</td> <td></td> <td>20,000<br/>20,000<br/>10,000</td> <td>50,000</td> </tr> <tr> <td>Dec. 31</td> <td>Profit &amp; Loss Suspense A/c Dr.<br/>To Vaibhav's Capital A/c<br/>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)</td> <td></td> <td>11,250</td> <td>11,250</td> </tr> <tr> <td>Dec. 31</td> <td>Vaibhav's Capital A/c Dr.<br/>To Vaibhav's executors' A/c<br/>(Being amount due to Vaibhav transferred to his executors' A/c)</td> <td></td> <td>4,05,250</td> <td>4,05,250</td> </tr> </tbody> </table> | Date     | Particulars | LF | Dr (₹) | Cr (₹) | 2015<br>Dec. 31 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) |  | 12,000<br>12,000 | 24,000 | Dec. 31 | Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred) |  | 10,000 | 10,000 | <b>OR</b> |  |  |  |  |  | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred) |  | 20,000<br>20,000<br>10,000 | 50,000 | Dec. 31 | Profit & Loss Suspense A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c) |  | 11,250 | 11,250 | Dec. 31 | Vaibhav's Capital A/c Dr.<br>To Vaibhav's executors' A/c<br>(Being amount due to Vaibhav transferred to his executors' A/c) |  | 4,05,250 | 4,05,250 | <p>1</p> <p>1</p> <p>1</p> <p>1<br/>=<br/>4 Marks</p> |
|-----------------|---|----|---|----------|-------------|----|--------|--------|-----------------|---|--|------------------|--------|---------|--|--|--------|--------|-----------|--|--|--|--|--|---|--|----------------------------|--------|---------|---|--|--------|--------|---------|---|--|----------|----------|---|
| Date            | Particulars   | LF | Dr (₹)  | Cr (₹)   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| 2015<br>Dec. 31 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1) |    | 12,000<br>12,000  | 24,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred)  |    | 10,000  | 10,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| <b>OR</b>       |   |    |   |          |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
|                 | Vikas's Capital A/c Dr.<br>Vishal's Capital A/c Dr.<br>Vaibhav's Capital A/c Dr.<br>To Profit & Loss A/c<br>(Being Vaibhav's share in debit balance of Profit & Loss A/c transferred)                     |    | 20,000<br>20,000<br>10,000  | 50,000   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Profit & Loss Suspense A/c Dr.<br>To Vaibhav's Capital A/c<br>(Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)   |    | 11,250  | 11,250   |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |
| Dec. 31         | Vaibhav's Capital A/c Dr.<br>To Vaibhav's executors' A/c<br>(Being amount due to Vaibhav transferred to his executors' A/c)   |    | 4,05,250  | 4,05,250 |             |    |        |        |                 |   |  |                  |        |         |  |  |        |        |           |  |  |  |  |  |   |  |                            |        |         |   |  |        |        |         |   |  |          |          |   |

| -    | -  | 13 | <p><b>Q. E and F were..... made by cheque.</b><br/>Ans.</p> <p style="text-align: center;"><b>Journal of E and F</b></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>(a)</td> <td>Bank A/c Dr.<br/>To Realisation A/c<br/>( Being payment received from creditors)</td> <td></td> <td>75,000</td> <td>75,000</td> </tr> </tbody> </table> | Date   | Particulars | LF | Dr (₹) | Cr (₹) | (a) | Bank A/c Dr.<br>To Realisation A/c<br>( Being payment received from creditors) |  | 75,000 | 75,000 | <p>1 ½</p> |
|------|--|----|--|--------|-------------|----|--------|--------|-----|--|--|--------|--------|------------|
| Date | Particulars  | LF | Dr (₹)   | Cr (₹) |             |    |        |        |     |  |  |        |        |            |
| (a)  | Bank A/c Dr.<br>To Realisation A/c<br>( Being payment received from creditors) |    | 75,000   | 75,000 |             |    |        |        |     |  |  |        |        |            |

|     |  |            |  |                |  |  |  |        |          |
|-----|--|------------|--|----------------|--|--|--|--------|----------|
| (b) | No Entry   |            |  |                |  |  |  |        | 1 ½      |
| (c) | Realisation A/c<br>To Bank A/c / Cash A/c<br>(Being partial payment made to creditors through cheque)                        | Dr.        |  | 37,000         |  |  |  | 37,000 | 1 ½      |
| (d) | E's Capital A/c<br>F's Capital A/c<br>To Realisation A/c<br>(Being loss on realisation transferred to partners' capital A/c) | Dr.<br>Dr. |  | 4,900<br>2,100 |  |  |  | 7,000  | 1 ½<br>= |

6 Marks

14 Q. A, B and C.....the reconstituted firm.

Ans.

| Dr.   |               | Revaluation A/c  |          | Cr. |               |
|---|---------------|------------------|----------|-----|---------------|
| Particulars                                       | Amt (₹)       | Particulars      | Amt (₹)  |     |               |
| To Building A/c                                   | ½ 3,000       | By Land A/c      | ½ 30,000 |     |               |
| To Partners' Capital A/c:<br>(transfer of profit) |               | By Creditors A/c | ½ 6,000  |     |               |
| A 16,500  |               |                  |          |     |               |
| B 11,000  |               |                  |          |     |               |
| C 5,500   |               |                  |          |     |               |
|   | ½ 33,000      |                  |          |     |               |
|   | <u>36,000</u> |                  |          |     | <u>36,000</u> |

2

+

| Dr.                |                 | Partner's Capital A/c |               |                        |                 |               |               | Cr. |  |
|--------------------|-----------------|-----------------------|---------------|------------------------|-----------------|---------------|---------------|-----|--|
| Particulars        | A ₹             | B ₹                   | C ₹           | Particulars            | A ₹             | B ₹           | C ₹           |     |  |
| To A's Capital A/c | ½ ---           | ---                   | 25,000        | By Balance b/d         | 1,00,000        | 50,000        | 25,000        |     |  |
| To Balance c/d     | ½ 1,56,500      | 71,000                | 10,500        | By Revaluation A/c     | 16,500          | 11,000        | 5,500         |     |  |
|                    |                 |                       |               | By General Reserve A/c | ½ 15,000        | 10,000        | 5,000         |     |  |
|                    |                 |                       |               | By C's Capital A/c     | ½ 25,000        | ---           | ---           |     |  |
|                    | <u>1,56,500</u> | <u>71,000</u>         | <u>35,500</u> |                        | <u>1,56,500</u> | <u>71,000</u> | <u>35,500</u> |     |  |

2

Balance Sheet of A, B and C  
as at 1<sup>st</sup> April 2015

| Liabilities   |     | Amt (₹)         | Assets   |     | Amt (₹)         |
|---------------|-----|-----------------|----------|-----|-----------------|
| Creditors     | } ½ | 44,000          | Land     | } ½ | 80,000          |
| Bills Payable |     | 20,000          | Building |     | 47,000          |
| Capitals:     |     |                 | Plant    | } ½ | 1,00,000        |
| A 1,56,500    |     |                 | Stock    |     | 40,000          |
| B 71,000      |     |                 | Debtors  | } ½ | 30,000          |
| C 10,500      |     | 2,38,000        | Bank     |     | 5,000           |
|               |     | <u>3,02,000</u> |          |     | <u>3,02,000</u> |

+

2

=

6 Marks

**Working notes:**

A's Sacrifice/ Gain =  $3/6 - 1/3 = 1/6$  (Sacrifice)

B's Sacrifice/ Gain =  $2/6 - 1/3 = \text{Nil}$

C's Sacrifice/ Gain =  $1/6 - 1/3 = -1/6$  (Gain)

15

Q. On 1-4-2013.....interest on debentures.

Ans. (i)

NK Ltd.

Journal

| Date              | Particulars   | LF | Dr. Amt<br>(₹)    | Cr. Amt<br>(₹) |
|-------------------|---|----|-------------------|----------------|
| 2014<br>Apr 1     | Own Debentures A/c Dr.<br>To Bank A/c<br>(Being purchase of 4000 own debentures for ₹<br>102 each )   |    | 4,08,000          | 4,08,000       |
| 2014<br>Apr 1     | 11% Debenture A/c Dr.<br>Loss on Redemption of Debenture A/c Dr.<br>To Own Debenture A/c<br>(Being cancellation of debentures)  |    | 4,00,000<br>8,000 | 4,08,000       |
| 2015<br>Mar<br>31 | Statement of Profit and Loss Dr.<br>To Loss on Redemption of Debenture A/c<br>(Being Loss on redemption of debentures<br>transferred to Statement of Profit and Loss) |    | 8,000             | 8,000          |

½

1

½  
=

(ii)

NK Ltd.

Journal

| Date          | Particulars   | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹) |
|---------------|---|----|----------------|----------------|
| 2015<br>Apr 1 | 11% Debentures A/c Dr.<br>To Debenture holders A/c<br>(Being payment due to debenture holders on<br>redemption) |    | 8,00,000       | 8,00,000       |
| 2015<br>Apr 1 | Debenture holders A/c Dr.<br>To Bank A/c<br>(Being payment due to debenture holders<br>discharged )             |    | 8,00,000       | 8,00,000       |

2 marks

1

1

=  
2 marks

(iii)

NK Ltd.

Journal

| Date          | Particulars  | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹)     |
|---------------|--|----|----------------|--------------------|
| 2016<br>Feb28 | Own Debenture A/c Dr.<br>To Bank A/c<br>(Being purchase of own debentures)   |    | 7,89,900       | 7,89,900           |
| 2016<br>Feb28 | 11% Debenture A/c Dr.<br>To Own Debenture A/c<br>To Profit on Redemption of Debentures A/c<br>(Being redemption of debentures )                      |    | 8,00,000       | 7,89,900<br>10,100 |
| 2016<br>Feb28 | Profit on Redemption of Debentures A/c Dr.<br>To Capital Reserve A/c<br>(Being transfer of profit on redemption of<br>debentures to capital reserve) |    | 10,100         | 10,100             |

½

1

½  
=

2 marks

=

2+2+2

6 marks

| 17  | 16              | 16  | <p><b>Q. A, B and C.....reconstituted firm.</b><br/> <b>Ans.</b></p> <p style="text-align: center;"><b>Revaluation A/c</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: left;">Dr</th> <th colspan="2" style="text-align: right;">Cr</th> </tr> <tr> <th>Particulars</th> <th>Amt (₹)</th> <th>Particulars</th> <th>Amt (₹)</th> </tr> </thead> <tbody> <tr> <td>To Investments A/c <math>\frac{1}{2}</math></td> <td>6,000</td> <td>By Creditors A/c <math>\frac{1}{2}</math></td> <td>3,000</td> </tr> <tr> <td>To Machinery A/c <math>\frac{1}{2}</math></td> <td>6,000</td> <td>By Partners' Capital A/c<br/>(transfer of loss)</td> <td></td> </tr> <tr> <td></td> <td></td> <td>A</td> <td>4,500</td> </tr> <tr> <td></td> <td></td> <td>B</td> <td>3,000</td> </tr> <tr> <td></td> <td></td> <td>C</td> <td><u>1,500</u></td> </tr> <tr> <td></td> <td></td> <td></td> <td>9,000</td> </tr> <tr> <td></td> <td><u>12,000</u></td> <td></td> <td><u>12,000</u></td> </tr> </tbody> </table><br><p style="text-align: center;"><b>Partner's Capital A/c</b></p> <table border="1" style="width: 100%; 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|---|-----------------|---|--|---------------|-----------------------------|---------------|---------------|---------------|---------------|-------------|---------|---|-------|--|-------|--------------------------------|-------|---|--|--|--|---|-------|--|--|---|-------|--|--|---|--------------|--|--------------|--|-------|--|---------------|--|---------------|----------|--|--|--|--|----|--|--|--|--|-------------|---|---|---|---|-------------|---|---|---|---|----------------------------------|-------|-------|-------|-----|----------------|--------|--------|--------|-----|------------------------------|--------|--------|--------|--------|-------------|---|---|---|--------|--|--|--|--|--|------------------------|--------|-------|-------|-----|--|--|--|--|--|-----------------------------|--------|-----|-----|-----|--|---------------|---------------|---------------|---------------|--|---------------|---------------|---------------|---------------|-------------|---------|--------|---------|-------------------------|--------|--------------------|--------|---------------------|--|-----------------------|--------|---|--------|--------------------------|--------|---|--------|-------------------------|--------|---|--------|------------------------------------|--------|---|---------------|---------------------|----------|--|----------|--|--|--|-----------------|--|-----------------|--|
| Dr  |                 | Cr  |  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Particulars   | Amt (₹)         | Particulars                                       | Amt (₹)  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| To Investments A/c $\frac{1}{2}$                    | 6,000           | By Creditors A/c $\frac{1}{2}$                    | 3,000  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| To Machinery A/c $\frac{1}{2}$                      | 6,000           | By Partners' Capital A/c<br>(transfer of loss)    |  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | A   | 4,500  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | B   | 3,000  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | C   | <u>1,500</u>   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 |   | 9,000  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   | <u>12,000</u>   |   | <u>12,000</u>  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Dr  |                 |   |  |               | Cr                          |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Particulars   | A               | B   | C  | D             | Particulars                 | A             | B             | C             | D             |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| To Revaluation A/c $\frac{1}{2}$                    | 4,500           | 3,000   | 1,500  | ---           | By Balance b/d              | 60,000        | 40,000        | 20,000        | ---           |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| To Balance c/d $\frac{1}{2}$                        | 81,000          | 44,000  | 22,000   | 29,400        | By Bank A/c                 | -             | -             | -             | 29,400        |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 |   |  |               | By General Reserve A/c      | 10,500        | 7,000         | 3,500         | ---           |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 |   |  |               | By premium for goodwill A/c | 15,000        | ---           | ---           | ---           |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   | <u>85,500</u>   | <u>47,000</u>                                     | <u>23,500</u>  | <u>29,400</u> |                             | <u>85,500</u> | <u>47,000</u> | <u>23,500</u> | <u>29,400</u> |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Liabilities   | Amt (₹)         | Assets  | Amt (₹)  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Creditors $\frac{1}{2}$                             | 81,000          | Bank $\frac{1}{2}$                                | 61,400   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Partners' Capitals:                                 |                 | Debtors $\frac{1}{2}$                             | 23,000   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| A   | 81,000          | Investment $\frac{1}{2}$                          | 24,000   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| B   | 44,000          | Machinery $\frac{1}{2}$                           | 29,000   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| C   | 22,000          | Furniture & Fittings $\frac{1}{2}$                | 10,000   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| D   | <u>29,400</u>   | Stock $\frac{1}{2}$                               | 1,10,000   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   | 1,76,400        |   |  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   | <u>2,57,400</u> |   | <u>2,57,400</u>  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| 17<br>OR  | 16<br>OR        | 16<br>OR  | <p><b>Q. X,Y and Z.....of the reconstituted firm.</b><br/> <b>Ans.</b></p> <p style="text-align: center;"><b>Revaluation A/c</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: left;">Dr</th> <th colspan="2" style="text-align: right;">Cr</th> </tr> <tr> <th>Particulars</th> <th>Amt (₹)</th> <th>Particulars</th> <th>Amt (₹)</th> </tr> </thead> <tbody> <tr> <td>To Claim for workmen compensation A/c <math>\frac{1}{2}</math></td> <td>4,000</td> <td>By Provision for bad debts A/c <math>\frac{1}{2}</math></td> <td>1,000</td> </tr> <tr> <td></td> <td></td> <td>By Partners' Capital A/c's:<br/>(transfer of loss)</td> <td></td> </tr> <tr> <td></td> <td></td> <td>X</td> <td>1,500</td> </tr> <tr> <td></td> <td></td> <td>Y</td> <td>900</td> </tr> <tr> <td></td> <td></td> <td>Z</td> <td><u>600</u></td> </tr> <tr> <td></td> <td><u>4,000</u></td> <td></td> <td>3,000</td> </tr> <tr> <td></td> <td></td> <td></td> <td><u>4,000</u></td> </tr> </tbody> </table>  | Dr            |                             | Cr            |               | Particulars   | Amt (₹)       | Particulars | Amt (₹) | To Claim for workmen compensation A/c $\frac{1}{2}$ | 4,000 | By Provision for bad debts A/c $\frac{1}{2}$ | 1,000 |                                |       | By Partners' Capital A/c's:<br>(transfer of loss) |  |  |  | X | 1,500 |  |  | Y | 900   |  |  | Z | <u>600</u>   |  | <u>4,000</u> |  | 3,000 |  |               |  | <u>4,000</u>  | <p>2</p> |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Dr  |                 | Cr  |  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| Particulars   | Amt (₹)         | Particulars                                       | Amt (₹)  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
| To Claim for workmen compensation A/c $\frac{1}{2}$ | 4,000           | By Provision for bad debts A/c $\frac{1}{2}$      | 1,000  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | By Partners' Capital A/c's:<br>(transfer of loss) |  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | X   | 1,500  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | Y   | 900  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 | Z   | <u>600</u>   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   | <u>4,000</u>    |   | 3,000  |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |
|   |                 |   | <u>4,000</u>   |               |                             |               |               |               |               |             |         |   |       |  |       |                                |       |   |  |  |  |   |       |  |  |   |       |  |  |   |              |  |              |  |       |  |               |  |               |          |  |  |  |  |    |  |  |  |  |             |   |   |   |   |             |   |   |   |   |                                  |       |       |       |     |                |        |        |        |     |                              |        |        |        |        |             |   |   |   |        |  |  |  |  |  |                        |        |       |       |     |  |  |  |  |  |                             |        |     |     |     |  |               |               |               |               |  |               |               |               |               |             |         |        |         |                         |        |                    |        |                     |  |                       |        |   |        |                          |        |   |        |                         |        |   |        |                                    |        |   |               |                     |          |  |          |  |  |  |                 |  |                 |  |

**Partner's Capital A/c**

| Dr                 |               |               |               | Cr                             |               |               |               |
|--------------------|---------------|---------------|---------------|--------------------------------|---------------|---------------|---------------|
| Particulars        | X<br>(₹)      | Y<br>(₹)      | Z<br>(₹)      | Particulars                    | X<br>(₹)      | Y<br>(₹)      | Z<br>(₹)      |
| To Revaluation A/c | 1,500         | 900           | 600           | By Balance b/d                 | 50,000        | 40,000        | 20,000        |
| To Y's Capital A/c | 5,100         | ---           | 10,200        | By Investment Fluctuation Fund | 5,000         | 3,000         | 2,000         |
| To Cash A/c        | ---           | 8,200         | ---           | By Profit & Loss A/c           | 20,000        | 12,000        | 8,000         |
| To Y's Loan A/c    | ---           | 61,200        | ---           | By X's capital A/c             | ---           | 5,100         | ---           |
| To X's Current A/c | 15,840        | ---           | ---           | By Z's Capital A/c             | ---           | 10,200        | ---           |
| To Balance c/d     | 52,560        | ---           | 35,040        | By Z's Current A/c             | ---           | ---           | 15,840        |
|                    | <u>75,000</u> | <u>70,300</u> | <u>45,840</u> |                                | <u>75,000</u> | <u>70,300</u> | <u>45,840</u> |

**Balance Sheet of X,Y and Z  
As at 31<sup>st</sup> March 2015**

| Liabilities                    |               | Amt (₹)         | Assets          |              | Amt (₹)         |
|--------------------------------|---------------|-----------------|-----------------|--------------|-----------------|
| Partners' Capital :            |               |                 | Land & Building |              | 62,000          |
| X                              | 52,560        |                 | Motor Van       |              | 20,000          |
| Z                              | <u>35,040</u> | 1,76,400        | Investment      |              | 19,000          |
| X's Current A/c                |               | 15,840          | Machinery       |              | 12,000          |
| Y's Loan                       |               | 61,200          | Stock           |              | 15,000          |
| Creditors                      |               | 81,000          | Debtors         | 40,000       |                 |
| Claim for Workmen Compensation |               | 4,000           | Less: Provision | <u>2,000</u> | 38,000          |
|                                |               |                 | Cash            |              | 7,800           |
|                                |               |                 | Z's Current A/c |              | 15,840          |
|                                |               | <u>1,89,640</u> |                 |              | <u>1,89,640</u> |

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Journal**

| Date | Particulars  | LF | Dr. Amt<br>(₹) | Cr. Amt<br>(₹)                               |
|------|--|----|----------------|--|
|      | Bank A/c Dr.<br>To Equity Share Application A/c<br>(Being application money received on shares)  |    | 12,80,000      | 12,80,000                                    |
|      | Equity Share Application A/c Dr.<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>To Bank A/c<br>To Equity Share Allotment A/c<br>(Being application money transferred to share capital A/c) |    | 12,80,000      | 4,80,000<br>1,60,000<br>3,20,000<br>3,20,000 |

|  |  |            |                   |                      |   |
|--|--|------------|-------------------|----------------------|---|
|  | Equity Share Allotment A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being share allotment made due)   | Dr.        | 9,60,000          | 4,80,000<br>4,80,000 | ½ |
|  | Bank A/c<br>To Equity Share Allotment a/c<br>(Being allotment money received except on 800 shares)   | Dr.        | 6,36,800          | 6,36,800             | 1 |
|  | <b>OR</b><br>Bank A/c<br>Calls in Arrears A/c<br>To Equity Share Allotment A/c<br>(Being allotment money received except on 800 shares)  | Dr.<br>Dr. | 6,36,800<br>3,200 | 6,40,000             |   |
|  | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share Allotment A/c/ Calls in arrears A/c<br>(Being 800 shares of Jain forfeited after allotment) | Dr.<br>Dr. | 4,800<br>2,400    | 4,000<br>3,200       | 1 |
|  | Equity Share First & Final call A/c<br>To Equity Share Capital A/c<br>To Securities Premium Reserve A/c<br>(Being first & final call due on 1,59,200 shares)   | Dr.        | 9,55,200          | 6,36,800<br>3,18,400 | ½ |
|  | Bank A/c<br>To Equity share First and Final call a/c<br>(Being first & final call money received except on 800 shares)   | Dr.        | 9,50,400          | 9,50,400             | 1 |
|  | <b>OR</b><br>Bank A/c<br>Calls in arrears A/c<br>To Equity Share First and Final call A/c<br>(Being first & final call money received except on 800 shares)  | Dr.<br>Dr. | 9,50,400<br>4,800 | 9,55,200             |   |
|  | Equity Share Capital A/c<br>Securities Premium Reserve A/c<br>To Shares Forfeited A/c<br>To Equity Share first and final call /Calls in arrears A/c<br>(Being 800 shares of Gupta forfeited)         | Dr.<br>Dr. | 8,000<br>1,600    | 4,800<br>4,800       | 1 |
|  | Bank A/c<br>Shares Forfeited A/c<br>To Equity Share Capital A/c<br>(Being 1000 shares reissued for ₹ 8 per share fully paid up)  | Dr.<br>Dr. | 8,000<br>2,000    | 10,000               | ½ |

|              |   |              | Shares Forfeited A/c<br>To Capital Reserve A/c<br>(Being gain on reissue on forfeited shares transferred to capital reserve account)  | Dr.  |          | 3,200 |  | 3,200 |  | <b>1 = 8 Marks</b> |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
|--------------|---|--------------|---|--|----------|-------|--|-------|--|--------------------|-------------|----|-------------|-------------|--|------------|---|-----|-----------------|-----------------|---|-------|---|-----|-----------------|--|----------|-------|--|-----|-----------------|-----------------|---|-------|---|-----|-----------------|-----------------|----------|-------|--|-----|-----------------|-----------------|----------|-------|---|------------|--------------------------|-----------------|----------|-------|--|-----|--------------|------------------------------|----------|-------|---|------------|------------------------------|--------------|----------|
| <b>16 OR</b> | <b>17 OR</b>  | <b>17 OR</b> | <b>Q.CG Ltd. Had.....blanks.</b><br><b>Ans.</b><br><p style="text-align: center;"><b>CG Ltd.</b><br/><b>Journal</b></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><b>Bank A/c</b><br/><b>To Equity Share Application A/c</b><br/>(Amount received on application 70,000 shares @ ₹ 5 per share including premium)</td> <td>Dr.</td> <td><b>3,50,000</b></td> <td><b>3,50,000</b></td> <td>½</td> </tr> <tr> <td>Jan16</td> <td><b>Equity Share Application A/c</b><br/><b>To Equity Share Capital A/c</b><br/><b>To Securities Premium Reserve A/c</b><br/><b>To Bank A/c</b><br/><b>To Equity Share Allotment A/c</b><br/>(Transfer of application money to share capital, securities premium, money refunded for 8000 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><b>3,50,000</b></td> <td><b>1,50,000</b><br/><b>1,00,000</b><br/><b>40,000</b><br/><b>60,000</b></td> <td><b>1</b></td> </tr> <tr> <td>Jan31</td> <td><b>Equity Share allotment A/c</b><br/><b>To Equity Share Capital A/c</b><br/>(Amount due on allotment @ ₹ 4 per share)</td> <td>Dr.</td> <td><b>2,00,000</b></td> <td><b>2,00,000</b></td> <td>½</td> </tr> <tr> <td>Feb20</td> <td><b>Bank A/c</b><br/><b>To Equity share allotment a/c</b><br/>(Balance amount received on allotment)</td> <td>Dr.</td> <td><b>1,40,000</b></td> <td><b>1,40,000</b></td> <td><b>1</b></td> </tr> <tr> <td>Apr01</td> <td><b>Equity share first and final call A/c</b><br/><b>To Equity share Capital A/c</b><br/>(First and final call money due)</td> <td>Dr.</td> <td><b>1,50,000</b></td> <td><b>1,50,000</b></td> <td><b>1</b></td> </tr> <tr> <td>Apr20</td> <td><b>Bank A/c</b><br/>Calls in arrears A/c<br/><b>To Equity Share first and final call A/c</b><br/>(Money received on first and final call )</td> <td>Dr.<br/>Dr.</td> <td><b>1,48,500</b><br/>1,500</td> <td><b>1,50,000</b></td> <td><b>1</b></td> </tr> <tr> <td>Aug27</td> <td><b>Equity Share capital A/c</b><br/><b>To Forfeited Shares A/c</b><br/><b>To Calls in arrears A/c</b><br/>(Forfeited the shares on which call money was not received)</td> <td>Dr.</td> <td><b>5,000</b></td> <td><b>3,500</b><br/><b>1,500</b></td> <td><b>1</b></td> </tr> <tr> <td>Oct03</td> <td><b>Bank A/c</b><br/><b>Forfeited Shares A/c</b><br/><b>To Equity Share Capital A/c</b><br/>(Re-issued the forfeited shares @ ₹ 8 per share fully paid up))</td> <td>Dr.<br/>Dr.</td> <td><b>4,000</b><br/><b>1,000</b></td> <td><b>5,000</b></td> <td><b>1</b></td> </tr> </tbody> </table> |  |          |       |  |       |  | Date               | Particulars | LF | Dr. Amt (₹) | Cr. Amt (₹) |  | 2015 Jan10 | <b>Bank A/c</b><br><b>To Equity Share Application A/c</b><br>(Amount received on application 70,000 shares @ ₹ 5 per share including premium) | Dr. | <b>3,50,000</b> | <b>3,50,000</b> | ½ | Jan16 | <b>Equity Share Application A/c</b><br><b>To Equity Share Capital A/c</b><br><b>To Securities Premium Reserve A/c</b><br><b>To Bank A/c</b><br><b>To Equity Share Allotment A/c</b><br>(Transfer of application money to share capital, securities premium, money refunded for 8000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis) | Dr. | <b>3,50,000</b> | <b>1,50,000</b><br><b>1,00,000</b><br><b>40,000</b><br><b>60,000</b> | <b>1</b> | Jan31 | <b>Equity Share allotment A/c</b><br><b>To Equity Share Capital A/c</b><br>(Amount due on allotment @ ₹ 4 per share) | Dr. | <b>2,00,000</b> | <b>2,00,000</b> | ½ | Feb20 | <b>Bank A/c</b><br><b>To Equity share allotment a/c</b><br>(Balance amount received on allotment) | Dr. | <b>1,40,000</b> | <b>1,40,000</b> | <b>1</b> | Apr01 | <b>Equity share first and final call A/c</b><br><b>To Equity share Capital A/c</b><br>(First and final call money due) | Dr. | <b>1,50,000</b> | <b>1,50,000</b> | <b>1</b> | Apr20 | <b>Bank A/c</b><br>Calls in arrears A/c<br><b>To Equity Share first and final call A/c</b><br>(Money received on first and final call ) | Dr.<br>Dr. | <b>1,48,500</b><br>1,500 | <b>1,50,000</b> | <b>1</b> | Aug27 | <b>Equity Share capital A/c</b><br><b>To Forfeited Shares A/c</b><br><b>To Calls in arrears A/c</b><br>(Forfeited the shares on which call money was not received) | Dr. | <b>5,000</b> | <b>3,500</b><br><b>1,500</b> | <b>1</b> | Oct03 | <b>Bank A/c</b><br><b>Forfeited Shares A/c</b><br><b>To Equity Share Capital A/c</b><br>(Re-issued the forfeited shares @ ₹ 8 per share fully paid up)) | Dr.<br>Dr. | <b>4,000</b><br><b>1,000</b> | <b>5,000</b> | <b>1</b> |
| Date         | Particulars   | LF           | Dr. Amt (₹)   | Cr. Amt (₹)  |          |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| 2015 Jan10   | <b>Bank A/c</b><br><b>To Equity Share Application A/c</b><br>(Amount received on application 70,000 shares @ ₹ 5 per share including premium)   | Dr.          | <b>3,50,000</b>   | <b>3,50,000</b>  | ½        |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Jan16        | <b>Equity Share Application A/c</b><br><b>To Equity Share Capital A/c</b><br><b>To Securities Premium Reserve A/c</b><br><b>To Bank A/c</b><br><b>To Equity Share Allotment A/c</b><br>(Transfer of application money to share capital, securities premium, money refunded for 8000 shares for rejected, applications and balance adjusted towards amount due on allotment as shares were allotted on pro rata basis) | Dr.          | <b>3,50,000</b>   | <b>1,50,000</b><br><b>1,00,000</b><br><b>40,000</b><br><b>60,000</b> | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Jan31        | <b>Equity Share allotment A/c</b><br><b>To Equity Share Capital A/c</b><br>(Amount due on allotment @ ₹ 4 per share)  | Dr.          | <b>2,00,000</b>   | <b>2,00,000</b>  | ½        |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Feb20        | <b>Bank A/c</b><br><b>To Equity share allotment a/c</b><br>(Balance amount received on allotment)   | Dr.          | <b>1,40,000</b>   | <b>1,40,000</b>  | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Apr01        | <b>Equity share first and final call A/c</b><br><b>To Equity share Capital A/c</b><br>(First and final call money due)  | Dr.          | <b>1,50,000</b>   | <b>1,50,000</b>  | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Apr20        | <b>Bank A/c</b><br>Calls in arrears A/c<br><b>To Equity Share first and final call A/c</b><br>(Money received on first and final call )   | Dr.<br>Dr.   | <b>1,48,500</b><br>1,500  | <b>1,50,000</b>  | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Aug27        | <b>Equity Share capital A/c</b><br><b>To Forfeited Shares A/c</b><br><b>To Calls in arrears A/c</b><br>(Forfeited the shares on which call money was not received)  | Dr.          | <b>5,000</b>  | <b>3,500</b><br><b>1,500</b>   | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |
| Oct03        | <b>Bank A/c</b><br><b>Forfeited Shares A/c</b><br><b>To Equity Share Capital A/c</b><br>(Re-issued the forfeited shares @ ₹ 8 per share fully paid up))   | Dr.<br>Dr.   | <b>4,000</b><br><b>1,000</b>  | <b>5,000</b>   | <b>1</b> |       |  |       |  |                    |             |    |             |             |  |            |   |     |                 |                 |   |       |   |     |                 |  |          |       |  |     |                 |                 |   |       |   |     |                 |                 |          |       |  |     |                 |                 |          |       |   |            |                          |                 |          |       |  |     |              |                              |          |       |   |            |                              |              |          |



|   |    |    |   |   |     |  |       |  |       |  |  |
|---|----|----|---|---|-----|--|-------|--|-------|--|--|
|   |    |    | 2016<br>Mar31   | Shares Forfeited A/c<br>To Capital Reserve A/c<br>(Being gain on reissue on forfeited shares<br>transferred to capital reserve account) | Dr. |  | 2,500 |  | 2,500 |  | 1<br>=<br>8 Marks  |
| <b>PART B</b><br><b>(Financial Statements Analysis)</b> |    |    |   |   |     |  |       |  |       |  |  |
| 18  | 19 | 18 | <b>Q. 'An enterprise.....Cash flow statement.</b><br><b>Ans.</b> <ul style="list-style-type: none"> <li>• Yes, the statement is correct.</li> <li>• Operating Activity</li> </ul>   |   |     |  |       |  |       |  | $\frac{1}{2}$<br>$\frac{1}{2}$<br>= 1<br><b>1 Mark</b>   |
| 19  | 18 | 19 | <b>Q. Give the meaning.....Cash flow statement.</b><br><b>Ans.</b> Cash Equivalents are short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.  |   |     |  |       |  |       |  | =<br><b>1 Mark</b>   |
| -   | -  | 20 | <b>Q. (a) One of the..... of this analysis.</b><br><b>Ans.</b><br><b>(a) Objectives of 'Financial Statements Analysis': (Any two)</b><br>(i) <u>Assessing the earning capacity or profitability</u> of the firm as a whole as well as its different departments so as to judge the financial health of the firm.<br>(ii) <u>Assessing the managerial efficiency</u> by using financial ratios.<br>(iii) <u>Assessing the short term and the long term solvency</u> of the enterprise.<br>(iv) Assessing their own performance as well as of others through <u>inter firm comparison</u> .<br>(v) Assessing developments in future by <u>forecasting and preparing budgets</u> .<br>(vi) <u>Identifying the reasons for change in the financial position</u> of the enterprise<br>(vii) <u>Understanding complicated matter in a simplified manner</u> .<br><br><b>Q. (b) Name any two..... Companies Act 2013.</b><br><b>Ans. (b)</b><br><u>Other Current Liabilities ( Any Two)</u><br>(i) Unpaid Dividend<br>(ii) Interest accrued and due on borrowings<br>(iii) Interest accrued but not due on borrowings<br>(iv) Income received in advance<br>(v) Calls in advance<br>(vi) Interest on calls in advance<br>(vii) Current maturities of long term debts<br>(viii) Application money received for allotment of securities and due for refund and interest due there on.<br>(ix) Unpaid matured deposits and interest accrued there on.<br>(x) Unpaid matured debentures and interest accrued thereon.<br>(xi) Other payables(outstanding expenses, provident fund payable, ESI payable, CST payable, VAT payable etc.)<br><br><u>Other Current Assets (Any two)</u><br>(i) Prepaid expenses<br>(ii) Accrued incomes<br>(iii) Advance Taxes<br>(iv) Unamortised expenses/losses (to be written off within 12 months from the date of balance sheet) |   |     |  |       |  |       |  | <b>1x2</b><br>=<br><b>2 Marks</b><br><br>+<br><br>$\frac{1}{2} \times 2$<br>=<br><b>1 Mark</b><br><br>+<br><br>$\frac{1}{2} \times 2$<br>= 1<br><b>mark</b><br><b>(2+1+1)</b><br>=<br><b>4 Marks</b> |

|    |    |    |   |   |
|----|----|----|---|---|
| -  | -  | 21 | <p><b>Q. (a) What is meant .....of business?</b><br/> <b>Ans. (a)</b><br/> Profitability of business refers to the earning capacity of the business.</p> <p><b>Q. (b) From the following.....Operating profit ratio.</b><br/> <b>Ans.</b></p> <p>Operating Profit Ratio = <math>\frac{\text{Operating Profit}}{\text{Net Revenue from Operations}} \times 100</math></p> <p>Net Revenue from Operations = ₹ 4,00,000 - ₹ 15,000 = ₹ 3,85,000</p> <p>Cost of revenue from operations = Opening Stock + Purchases – Purchase return – Closing Stock<br/> = ₹ (10,000 + 1,20,000 – 5,000 – 60,000)<br/> = ₹ 65,000</p> <p>Gross Profit = Net Revenue from operations – Cost of revenue from operations<br/> = ₹ 3,85,000 – ₹ 65,000<br/> = ₹ 3,20,000</p> <p>Operating Expenses = Selling expenses + Administrative expenses<br/> = ₹ 70,000 + ₹ 40,000<br/> = ₹ 1,10,000</p> <p>Operating Profit = Gross Profit - Operating Expenses<br/> = ₹ 3,20,000 – ₹ 1,10,000<br/> = ₹ 2,10,000</p> <p>Operating Profit Ratio = <math>\frac{\text{₹ 2,10,000}}{\text{₹ 3,85,000}} \times 100</math><br/> = 54.55%</p> | <p><b>2</b></p> <p><math>\frac{1}{2}</math></p> <p><b>1</b></p> <p><math>\frac{1}{2}</math></p> <p><b>4 Marks</b></p> |
| 22 | 22 | 22 | <p><b>Q. Following is the.....to the society.</b><br/> <b>Ans.</b></p>  |   |

**COMPARATIVE STATEMENT OF PROFIT & LOSS**

For the years ended 31<sup>st</sup> March 2014 and 2015

| Particulars                      | Note No. | 2013-14 (₹) | 2014-15 (₹) | Absolute Change | Percentage Change (%) |
|----------------------------------|----------|-------------|-------------|-----------------|-----------------------|
| (i) Revenue from Operations      |          | 20,00,000   | 25,00,000   | 5,00,000        | 25                    |
| (ii) Add: other income           |          | 5,00,000    | 1,00,000    | (4,00,000)      | (80)                  |
| (iii) Total Revenue (i)+(ii)     |          | 25,00,000   | 26,00,000   | 1,00,000        | 4                     |
| (iv) Less: Expenses              |          |             |             |                 |                       |
| Employee Benefit Expenses        |          | 12,50,000   | 15,60,000   | 3,10,000        | 24.87                 |
| Other Expenses                   |          | 2,50,000    | 1,56,000    | (94,000)        | (37.6)                |
| Total Expenses                   |          | 15,00,000   | 17,16,000   | 2,16,000        | 14.4                  |
| (v) Profit before Tax (iii)-(iv) |          | 10,00,000   | 8,84,000    | (1,16,000)      | (11.6)                |
| (vi) Less: Tax                   |          | 4,00,000    | 4,42,000    | 42,000          | 10.5                  |
| (vii) Profit after tax           |          | 6,00,000    | 4,42,000    | (1,58,000)      | (26.33)               |

**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 KK Ltd.**  
**For the year ended 31<sup>st</sup> March 2015 as per AS-3 (Revised)**

| Particulars   | Details (₹)       | Amount (₹)             |
|---|-------------------|------------------------|
| <b><u>A. Cash Flows from Operating Activities:</u></b>            |                   |                        |
| Net Profit before tax & extraordinary items (note 1)              | 6,00,000          |                        |
| <b><u>Add: Non cash and non-operating charges</u></b>             |                   |                        |
| Goodwill written off  | 20,000            |                        |
| Depreciation on machinery   | 1,98,000          |                        |
| Interest on debentures  | <u>1,20,000</u>   |                        |
| <i>Operating profit before working capital changes</i>            | 9,38,000          |                        |
| <b><u>Less: Increase in Current Assets</u></b>                    |                   |                        |
| Increase in stock in trade  | <u>(1,24,000)</u> |                        |
| <i>Cash from operations</i>                                       | 8,14,000          |                        |
| Less: tax paid  | <u>(1,40,000)</u> |                        |
| <b>Net Cash generated from Operating Activities</b>               |                   | <b>6,74,000</b>        |
| <b><u>B. Cash flows from Investing Activities :</u></b>           |                   |                        |
| Purchase of machinery   | (7,64,000)        |                        |
| Purchase of non current investments                               | <u>(50,000)</u>   |                        |
| <b>Net Cash used in investing activities</b>                      |                   | <b>(8,14,000)</b>      |
| <b><u>C. Cash flows from Financing Activities:</u></b>            |                   |                        |
| Issue of share capital  | 2,00,000          |                        |
| Redemption of 12% debentures                                      | (1,00,000)        |                        |
| Interest on debentures paid                                       | (1,20,000)        |                        |
| Bank overdraft raised   | <u>2,00,000</u>   |                        |
| <b>Net Cash flow from financing activities</b>                    |                   | <b><u>1,80,000</u></b> |
| <b>Net increase in cash &amp; cash equivalents (A+B+C)</b>        |                   | <b>40,000</b>          |
| <b><u>Add: Opening balance of cash &amp; cash equivalents</u></b> |                   |                        |
| Current Investments   | 1,20,000          |                        |
| Cash and Cash Equivalents   | <u>1,20,000</u>   |                        |
|   |                   | <b><u>2,40,000</u></b> |
| <b>Closing Balance of cash &amp; cash equivalents</b>             |                   |                        |
| Current Investments   | 1,00,000          |                        |
| Cash and Cash Equivalents   | <u>1,80,000</u>   |                        |
|   |                   | <b><u>2,80,000</u></b> |

**Notes:**

**Calculation of Net Profit before tax:**

|  |                        |
|--|------------------------|
| Net profit as per statement of Profit & Loss           | 5,00,000               |
| Add: Provision for tax made                            | <u>1,00,000</u>        |
| <b>Net Profit before tax &amp; extraordinary items</b> | <b><u>6,00,000</u></b> |

**Provision for tax A/c**

| Particulars    | ₹                      | Particulars         | ₹                      |
|----------------|------------------------|---------------------|------------------------|
| To Bank A/c    | 1,40,000               | By Balance b/d      | 1,80,000               |
| (Tax Paid)     |                        | By Statement of P/L | 1,00,000               |
| To balance c/d | 1,40,000               | (Bal fig.)          |                        |
|                | <b><u>2,80,000</u></b> |                     | <b><u>2,80,000</u></b> |

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**6 Marks**

| <b>PART C</b>                    |    |    |   |                                  |
|----------------------------------|----|----|---|----------------------------------|
| <b>(Computerized Accounting)</b> |    |    |   |                                  |
| 19                               | 18 | 18 | <p><b>Q. What is the purpose of normalization?</b></p> <p><b>Ans.</b><br/>The process of removing data redundancy is known as Normalisation. There are two goals of the normalisation process: eliminating redundant data (for example, storing the same data in more than one table). Both of these are worthy goals as they reduce the amount of space a database consumes and ensure that data is logically stored. There are several benefits for using Normalization in Database.</p>    | <b>1 Mark</b>                    |
| 18                               | 19 | 19 | <p><b>Q. What is meant by 'Key field'?</b></p> <p><b>Ans.</b><br/>The common field used in a relationship table is known as key field.</p>  | <b>1 mark</b>                    |
| 21                               | 22 | 20 | <p><b>Q. Internal manipulation.....accounting. How?</b></p> <p><b>Ans.</b><br/>Internal manipulation of accounting records is much easier due to following reasons:</p> <ul style="list-style-type: none"> <li>• Defective logical sequence at programming stage.</li> <li>• Prone to hacking. (with example and explanation)</li> </ul>  | <b>2 X 2<br/>=<br/>4 Marks</b>   |
| 22                               | 20 | 21 | <p><b>Q. State any four.....Accounting System.</b></p> <p><b>Ans.</b><br/>Following are the advantages of computerized accounting system (<b>any four</b>):</p> <ol style="list-style-type: none"> <li>1. Timely generation of reports and information in desired format.</li> <li>2. Efficient record keeping.</li> <li>3. Ensures effective control over the system.</li> <li>4. Economy in the processing of accounting data.</li> <li>5. Conditionality of data is maintained.</li> </ol> | <b>1 X 4<br/>=<br/>4 Marks</b>   |
| 20                               | 21 | 22 | <p><b>Q. Explain any four.....Profit &amp; Loss.</b></p> <p><b>Ans.</b><br/>Any four of the following:</p> <ol style="list-style-type: none"> <li>1. Sales Account</li> <li>2. Purchase Account</li> <li>3. Direct Income</li> <li>4. Indirect Income</li> <li>5. Direct Expenses</li> <li>6. Indirect Expenses</li> </ol> <p>(With appropriate on computerized accounting due to following explanation)</p>  | <b>1 X 4<br/>=<br/>4 Marks</b>   |
| -                                | -  | 23 | <p><b>Q. On the basis.....per month.</b></p> <p><b>Ans.</b></p> <ol style="list-style-type: none"> <li>1. = E11XF11/30<br/>Where E11 is basic pay and F11 is number of effective working days which are 30 in this case.</li> <li>2. =G11X25%<br/>Where G11 is the basic pay earned in part 1</li> <li>3. = IF(C11+"Sup",G11X30%,IF(C11="Nsup"X15%,0))</li> <li>4. =IF(C11"Sup",1500,IF(C11="Nsup",750.0))</li> </ol>   | <b>1 ½ X 4<br/>=<br/>6 Marks</b> |