DELHI PUBLIC SCHOOL, JAMMU
ASSIGNMENT (2019-20)
ACCOUNTANCY
CLASS-12TH

Q1. A partnership deed provides for the payment of interest on capital but there was a loss instead of profits during the year 2010-11. At what rate will the interest on capital be allowed.

Q2. Distinguish between Income and Expenditure account and Receipts and Payment Account on the basis of nature.

Q3. Is debit balance of Income and Expenditure Account deficit or surplus? Why?

Q4. How would you account for 'subscription received in advance' in the current year in the books of non trading organization?

Q5. As per Receipt and payment account for the year ended on March 31, 2008, the subscription received were Rs. 2,50,000. Additional information-

i) Subscription outstanding on 1-04-2007 Rs. 50,000
i) Subscription outstanding on 31-03-2008 Rs. 35,000
i) Subscription received in advance as on 31-03-2008 Rs. 30,000
Ascertain the amount of income from subscription for the year 2007-08

Q6.A,B and C were partners in a firm. On 1st April, 2012 their capitals stood as Rs. 5,00,000, Rs 2,50,000 and Rs. 2,50,000. As per provisions of the Partnership Deed;

i) C was entitled for a salary of Rs. 5,000 per month.
ii) A was entitled for a commission of Rs 80,000 p.a
iii) Partners were entitled to a interest on capital @ 6%p.a
iv) Partners will share profits in the ratio of capitals.

Net profit for the year ended 31st March, 2013 was Rs. 3,00,000 which was distributed equally, without taking into consideration the above provisions showing your workings clearly, pass necessary adjustment entry for the above

Q7. State how will be the following items dealt while preparing the final accounts of a Sports Club for the year ending on 31st March, 2018:

Prize awarded: Rs. 1,70,000
Prize fund as at 31st March, 2017: Rs. 1,20,000
Donations for prizes received during the year 2017-18: 28,000
10% prize fund investments as at 31st March, 2017: Rs 1,20,000
Interest on Prize fund investments: Rs. 12,000.

Q8. Following is the Receipts and Payment Account of Literary Club for the year ended 31st March, 2018:

Receipts	Amt(Rs)	Payments	Amt(Rs)
To Bal b/d	19,550	By Salary	3,000
To Subscriptions:		By Newspaper	2,050
2016-17 1,200		By Electricity Bill	1,000
2017-18 26,500		By Fixed Deposit(on 1st	
2018-19 500	28,200	July,2017@9%p.a)	20,000
To Sale of old newspapers	1,250	By Books	10,600
To Govt. Grants	10,000	By Rent	6,800
To sale of old furniture	5,700	By Furniture	10,500
(book value Rs. 7,000)		By Bal c/d	11,200
To interest on Fixed Deposits	450		
	65,150		65,150

Additional information:

i) Subscriptions o/s on 31st March, 2017 were Rs. 2,000 and on 31st March, 2018 Rs. 2,500.
ii) On 31st March 2018 salary o/s was Rs. 600 and rent o/s was Rs. 1,200.
iii) The club owned Furniture Rs. 15,000 and Books Rs. 7,000 on 1st April, 2017.

Prepare the income and Expenditure Account and Balance Sheet of the club for the year ended 31st March, 2018 and ascertain Capital Fund on 31st March, 2017.

Q9. X and Y entered into partnership on 1St April, 2016 and contributed Rs 2,00,000 and 1,50,000 respectively as their capitals. On 1st October,2016, X provided Rs. 50,000 as loan to the firm. As per the provisions of the partnership deed :

i) 20% of profits before charging interest on drawings but after making appropriations to be transferred to general reserve.
ii) Interest on capital @ 12% p.a. and interest on drawings 10%p.a.
iii) X to get monthly salary of Rs. 5,000 and Y to get salary of Rs. 22,500 per quarter.
iv) X is entitled to a commission of 5% on sales. Sales for the year were Rs 3,50,000.
v) Profit and loss to be shared in the ratio of capital contribution upto Rs. 1,75,000 above it equally.

The profit for the year ended 31st March 2017, before providing for any interest was Rs 4,61,000. The drawings of X and Y were Rs 1,00,000 and Rs 1,25,000 respectively. Pass the necessary journal entries relating to appropriation out of profits. Prepare profit and loss appropriation account and partners capital accounts.

Q10. Suresh and Ramesh were partners in a firm sharing profits in the ratio of 3:2. Their capitals were Suresh Rs 9,00,000 and Ramesh Rs. 6,00,000. The partnership deed provided for the following:

i) Interest on capital @5% p.a.

ii) Rs. 60,000 p.a. salary to Suresh and 2,000 per month to Ramesh.
The profits earned by the firm for the year ended 31.03.2010 was Rs. 2,34,000.
The profits were divided equally without providing for the above.
Pass adjusting entry.

Q11. Ram and Gopal were partners in a firm sharing profits in the ratio of 3:2. On 1-1-2007 their fixed capitals were Rs. 1,00,000 and Rs. 1,50,000 resp. On 31-03-2007 they decided that their total capital (fixed) should be Rs. 3,00,000. It was further decided that the capital (fixed) should be in their profit sharing ratio. According they introduced or withdraw the necessary capital. The partnership deed provides the following –

i) Int. on capital @ 12% p.a.
ii) Int on drawings @ 18% p.a
iii) Monthly Salary to Ram @ Rs. 2000 p.m and to Gopal @ Rs. 3,000 per month.

The drawings of Ram and Gopal during the year were as follows-

Date	Ram	Gopal
1 July, 2007	10,000	12,000
Sep. 30, 2007	15000	12,000

The profit earned by the firm for the year ended 31-12-2007 was Rs. 2,00,000. 10% of this profit is to be kept as reserve.

You are required to prepare profit and loss appropriation account.

Q12. A, B and C are in partnership with respective fixed capital of Rs. 40,000, Rs. 30,000 and Rs. 20,000 resp. B and C are entitled to annual salaries of 2,000 and 1500 resp. payable before division of profits. Int on capital is allowed at 5% p.a. Of the first Rs. 12,000 divisible as profits in any year, A is entitled to 50%, B to 30% and C to 20%. Annual profits in excess of Rs. 12000 are divisible equally. The profits for the year ended 31st March, 2013 was 20,100 after debiting partners salaries but before charging interest on capital. The partners drawings for the year were A Rs. 8,000, B Rs. 7500 and C Rs. 4,000. The balance on the partners current account on Ist April, 2012 were A Rs. 3000 (Credit), B Rs. 500 (Credit); C Rs. 1,000 (debit).

Prepare P&L app. a/c and partners capital account.