

Delhi Public School, Jammu
Assignment for PT-III (2017-18)

Class : XI

Subject : Accountancy

Instructions :

- *All questions are compulsory.*
- *Marks are indicated at the right side of each question.*

- Q1. Meaning of promissory note ? (1)
- Q2. What do you mean by suspense account ? (1)
- Q3. Who are the external users of accounting information ? (1)
- Q4. What is accounting ? (1)
- Q5. What is a bank overdraft ? (1)
- Q6. Prepare a trial balance from the following information: (3)

Heads of accounts	Rs
Stock	15,000
Cash A/c	80,000
Capital A/c	65,000
Purchases A/c	65,000
Sales A/c	60,000
Salaries A/c	12,900
Commission paid	710
Sales Returns A/c	6,200
Building A/c	68,000
Debtors A/c	42,200
Creditors A/c	1,12,750
Discount received	2,560

Q7. Enter the following transactions of Superior Cloth House in proper subsidiary books: (3)

2012	
April 4	Purchased from Radha Krishan & Sons: 100 metre Cotton cloth @ Rs.40 per metre 80 metre Woollen cloth @ Rs.80 per metre Trade Discount 20% ; Paid VAT @ 10%
April 12	Raghubir Prasad & Co. purchased from us: 80 metre Silk cloth @ Rs.100 per metre 150 metre Cotton cloth @ Rs.50 per metre Trade Discount 15% ; Paid VAT @ 10%
April 16	Purchased for cash from Hari Om & Sons: 40 metre Silk cloth @ Rs.120 per metre
April 18	Returned to Dass & Co. : 15 metre Silk cloth @ Rs.90 per metre
April 23	Purchased a computer printer on credit from M/s Jaiswal & Sons for Rs.14,000
April 28	Kasim & Co. sold to us: 200 metre Cotton cloth @ Rs.35 per metre; Paid VAT @10% Trade discount is 20% and freight charges are Rs.150

Q8 Pass journal entries:

- (i) Goods costing Rs.5,000 given as charity (Sales price Rs.6,000).
- (ii) Out of rent paid this year, Rs.2,000 is related to the next year.
- (iii) Shyam became insolvent. A first and final compensation of 75 p in a rupee received from his official receiver. He owed us a debt of Rs.25,000.
- (iv) Paid landlord Rs.1,500 for rent. One – third of the premises is occupied by the proprietor for his own residence.
- (v) Interest on loan received from the debtor Rs. 3,000.
- (vi) An old machine with the book value of Rs.80,000 is exchanged for a new machine of Rs.2,40,000.
- (vii) The balance payment to be made to the supplier, Machine Tools Ltd. Is Rs.1,60,000.

Q9. Explain the Accounting principle : (3)

1. Principle of materiality
2. Principle of prudence
3. Business entity principle.

Q10. Distinguish between Cash Basis of Accounting and Accrual Basis of Accounting on the basis of 'reliability' and 'suitability' (3)

Q11. A sold goods to the value of Rs. 12,000 to B, taking a bill at three months dated July 1, 2007. On 4th August, A discounted the bill at 5% per annum with his bankers. At maturity the bill was returned by the bankers dishonoured with Rs. 10 expenses. B paid Rs. 3,000 and gave A another bill at three months for the balance at 6% interest (4)

Make the entries in A's and B's journal recording the above transactions.

Q12. Rectify the following transactions

- (i) Furniture purchased for Rs.10,000 wrongly debited to purchase account as Rs. 4,000
- (ii) Credit purchases from S & Co. for Rs. 6,000 were recorded in sales book. However, S&Co. was correctly credited.
- (iii) A discount of Rs.581 allowed to a customer has been credited to him as Rs.562
- (iv) Sales return book overcast by Rs.100
- (v) A sum of Rs. 800 written off as depreciation on machinery, were not posted to depreciation a/c.
- (vi) Goods of Rs.850 were returned to Bhardwaj. It was recorded in purchase book as Rs.580.

Q13. Prepare a Bank Reconciliation Statement of Ruchika Ltd. as on 31st March, 2009 from the following information. (4)

1. Credit Balance (Overdraft) as per Cash Book Rs. 25,000.
2. Cheques paid into bank for collection Rs. 60,000 but cheques of Rs. 24,000 could only be collected in March, 09
3. A Cheque of Rs. 3,500 issued to a Creditor was entered by mistake in the Cash Column.
4. A Cheque of Rs. 10,000 issued on 22nd March was not presented for payment whereas it was recorded twice in the Cash Book.
5. A bill receivable for Rs. 8,000 previously discounted with the bank had been dishonoured and bank charges debited in the pass book amount to Rs. 125.

6. In the cash Book, a bank charge of Rs. 150 was recorded twice while another bank charge of Rs. 40 was not recorded at all.

Q14. Enter the following transactions in a Three Column Cash Book:

DATE	PARTICULAR	AMOUNT
IST APRIL 2014	Cash in hand	36000
	Bank overdraft	5200
2	Purchased goods for cash	9600
3	Deposited into bank	10000
5	Paid Kavita Rs. 1,250 in full settlement of	1300
14	Received cheque from Naresh in full settlement of Rs. 7,000	6700
16	Cash sales Rs.4,700 out of which Rs.2,700 deposited in bank	
20	Withdrew from bank for personal use	800
24	Bank charges	80
30	Naresh"s cheque deposited into bank	

Q15. Mr. Kamal started a business with Rs. 12,00,000 as cash and furniture of Rs.8,00,000. He maintains his books of account on Single entry System". His books provide the following information at the year end:

Creditors – Rs. 2,00,000 Bank(Cr. Bal) – Rs.3,80,000 Debtors – Rs. 1,60,000 Stock – Rs. 4,00,000 Bills receivable– Rs. 1,40,000 machinery- Rs. 25,00,000

During the year he withdrew Rs. 25,000 per month and sold his personal investments of Rs. 6,00,000 @ 50% premium and brought the money into his business. You are required to ascertain the profit or loss made by him during the year . Also prepare the Statement of affairs at the year end after considering the following adjustments:

- (i) Furniture is to be depreciated at 25%.
- (ii) Debtors worth Rs. 20,000 proved bad. (6)

Q16 Mention any two differences between Straight line method and Written Down Value Method of charging depreciation.

A Machinery was purchased on 1st Jan,2009 for Rs.36,000 & Rs.4,000 was spent on its installation. On 1st July, 2009, it purchased another machinery for Rs.20,000. On 1st July, 2011, it sold off the first machine purchased on 1st Jan, 2009 for Rs.12,000 and on the same date purchased a new machinery for Rs.64,000. Depreciation is provided at 10% p.a. on the Written Down Value Method. Accounts are closed each year on 31st December. Show the machinery account from 2009 to 2011.