

SECTION-A

I. Answer all the questions.

1. For a Charitable institution subscriptions by its members constitute its
a) Asset b) Income c) Expenditure d) Liability
2. Why P/L appropriation account is prepared?
3. Under fixed capital method, the amount of capital remains _____.
4. What is Sacrifice Ratio?
5. Profit or loss on revaluation is transferred to all partners' capital a/c's in case of retirement of a partner.
(True/False).
6. Amount payable to the executors of the deceased partner is transferred to _____.
7. What is minimum paid up capital of a Private company?
8. Give the meaning of over subscription?
9. Write one objective of financial statements.
10. Name any one internal users of financial statements.

SECTION - B

II. Answer all the questions.

11. Mention the financial statements of NPO?
12. State any two features of receipts & payments a/c.
13. What is realisation a/c?
14. Mention any two difference between dissolution of partnership & dissolution of partnership firm?
15. What is issue of shares for consideration other than cash?
16. Give the meaning of Prospectus.
17. What is financial statements?
18. Write any two items that are shown under the head "Current Assets" in a company's balance sheet.

SECTION - C

III. Answer all the questions.

19. Sahadev & Mahadev commenced business in partnership with the capital of Rs.100,000 & Rs.80000 respectively. On 1.04.2015 agreeing to share profits & losses in the ratio of 3:2. For the year ending 31.03.2016 they earned the profits of Rs.36000 before allowing:
a) Interest on capital at 5% p.a.
b) Interest on drawings, Sahadev Rs.600 & Mahadev Rs.1000
c) Yearly salary of Mahadev Rs.10000 & commission to Sahadev Rs.4000
d) Their drawings during the year Sahadev Rs.16000 & Mahadev Rs.20000.
Prepare P/L Appropriation A/c.
20. Ms. Aarohi withdrew Rs.2000 in the middle of each month. The partnership deed provides for charging the interest on drawings @ 12% p.a. Calculate interest on Aarohi's drawings for the year ending 31st December 2017.
21. Ankit, suchit & Chandru are partners in a firm sharing profits & losses in the ratio of 4:3:2. Ankit retires from the firm. Suchit & Chandru agreed to share in the ratio of 5:3 in future. Calculate Gain Ratio.
22. Seetha, Geetha & Meera are partners sharing Profits & losses in the ratio of 4:3:3. Their capital balances on 1.04.2018 stood as Rs.100,000 & Rs.80000 & Rs.50000 respectively.
Seetha died on 1.10.2018 .The partnership deed provides the following:
a) Interest on capital at 12 % p.a
b) She has withdrawn Rs.5000 upto the date of death.
c) Seetha's share of goodwill rs.5000
d) Her share of profit upto the date of death on the basis of previous year profit. Previous years profit Rs.20000.
Prepare Seetha's executors account.
23. The Vesoft Company Ltd., issued 10000 equity shares of Rs.10 each payable
Rs.3 per share on application
Rs.3 per share on allotment
Rs.2 per share on share I call

Rs.2 per share on share II call

All the shares were subscribed and the money duly received.

Give the journal enteries in the books of the company.

24. From the following trail balance, prepare statement Profit & loss of Suhaniki Ltd., for the year ending 31st march 2018 as per Schedule 3 of Companies Act, 2013.

Sl.no	Particulars	Rs
1.	Plant & machinery	40000
2.	Furniture	20000
3.	Share capital	400000
4.	Sales	300000
5.	Purchases	180000
6.	Trade payables	30000
7.	Depreciation on plant & machinery	4000
8.	Amortization of goodwill	6000
9.	Interest on debentures	30000
10.	Interests on borrowings	20000
11.	Tax	30%

25. From the following information , prepare Balance sheet for the year ending 31st march 2018 as per schedule III of Companies Act,2013

Particulars	Amount(Rs)
Inventories	700000
Equity share capital	1600000
Plant & machinery	800000
Preference share capital	600000
General reserve	600000
Creditors	350000
Provision for taxation	250000
Land & building	2600000
Cash at bank	500000
12% debentures	1200000

SECTION – D

IV. Answer all the questions.

26. Following are the Balance sheet and Receipt and Payments account of Raahi educational trust, Mattura. Balance Sheet as on 31.03.2016

Liabilities	Amount	Assets	Amount
Outstanding expenses	2800	Building	60000
Capital Fund	64000	Outstanding subscriptions	400
Subscriptions recieved in Advance	1200	Outstaning rent	840
Loan	10000	Cash at Bank	20000
Income & expenditure a/c	3240		
	81240		81240

Receipts and Payments Account for the year ended 31.03.2017

Receipts	Amount	Payments	Amount
To Balance b/d	20000	By expenses	
To Subscriptions		2015-16 2800	
2015-16 400		2016-17 3600	6400
2016-17 4200		By leasehold land	8000
2017-18 300	4900	By Intrests	800
To Entrance Fees	1600	By refreshments expenses	4000
To rent	1400	By Balance c/d	16700
To Income from refreshments	8000		
	35900		35900

Adjustments:

- (1) Expenses due but not paid Rs.1000.
- (2) Subscriptions due but not received Rs.200.
- (3) Interest due but paid Rs.400.
- (4) Capitalize half of the entrance fees.
- (5) Depreciate building by 10%.

Prepare: Income and expenditure account and Balance Sheet as on 31.03.2017.

27. Aurbindo society, Mangalore was started on 1.04.2019. Its receipts & payments account for the year ending 31.03.2020 was as follows.

Receipts & payments a/c as on 31.03.2020

Receipts	Amount	Payments	Amount
To subscriptions	70000	By salary	26500
To Interest	11000	By tournament expenses	20000
To tournament fund	30000	By telephone charges	6500
To games fees	25000	By Games expenses	10000
To life membership fees	40000	By sports materials	20000
To donation	200000	By buildings	200000
To entrance fees	100000	By furniture	30000
		By office expenses	10000
		By Investments	100000
		By balance c/d	53000
	476000		476000

ADJUSTMENTS:

1. O/S salaries Rs.2000
2. Donations & entrance fees are capitalised.
3. Sports materials on 31.03.2020 were valued at Rs.8500
4. Depreciate buildings & furniture by 10%
5. O/s subscriptions Rs.5000 & subscriptions received in advance rs.3000

Prepare Income & expenditure a/c & balance sheet.

28. Aarya , Chandru are partners sharing profits and losses in the ratio of 2:1. Their Balance sheet is as follows,

Balance Sheet as on 31.03.2018

Liabilities	Amount	Assets	Amount
Bills payable	16000	Cash	4000
Sundry creditors	5000	Sundry debtors	30000
Reserve fund	9000	Stock	32000
<i>CAPITALS:</i>		Furniture	8000
Anil	60000	Buildings	56000
Sunil	50000	Motor car	10000
	140000		140000

On 01.04.2018 they admitted Vivek for 1/4th share in future profits under the following terms:

- (a) He should bring in cash for capital Rs.40000 & Rs.30000 for goodwill.
- (b) Half of the goodwill amount withdrawn by the old partners.
- (c) Buildings are revalued at Rs.66000 & make a provision for legal charges Rs.700.
- (d) Stock & motorcar are depreciated by 10% each.
- (e) Provide provision for doubtful debts at 5% on debtors.

Prepare a) Revaluation account b) Partners Capital account c) Balance sheet of the new firm.

29. Ayush & Ayushi are partners in a firm sharing profits equally. Following is their balance sheet as on 31.03.2019.

Liabilities	Amt	Assets	Amt
Creditors	20000	Cash in hand	7000
Bills Payable	4000	Stock	25000
General Reserve	6000	Buildings	40000
Capitals:		Debtors	17000
Ayush	80000	(-)PDD	1500
Ayushi	40000	Furniture	14500
		Patents	30000
		Plant & machinery	18000
	150000		150000

On 01.04.2019, Shiva is admitted into partnership on the following terms.

- Shiva should bring Rs.25000 as capital.
- Goodwill of the firm is raised at Rs.16000.
- Stock is to be increased by 8%.
- Provision for doubtful debts is increased to Rs.2600.
- Capital accounts of partners are to be adjusted in their new profit sharing ratio of 3:2:1 based on Shiva's capital (adjustments to be made in cash).

Prepare: a) Revaluation account b) Partners capital account c) Balance sheet of the new firm.

30. Rahul, Sharma & Manish were carrying on business in partnership sharing profits in the ratio of 3:2:1 respectively. On March 31, 2019 Balance sheet of the firm stood as follows:

Liabilities		Amt	Assets		Amt
Sundry creditors		16000	Buildings	23000	
CAPITALS:			Debtors	7000	
Rahul	20000		Stock	12000	
Sharma	7500		Patents	8000	
Manish	12500	40000	Bank	6000	
		56000			56000

Sharma retired on the above mentioned date on the following terms:

- Buildings to be appreciated by Rs.8800
- Provision for doubtful debts to be made @ 5% on debtors.
- Goodwill of the firm to be valued at Rs.9000
- Rs.5000 to be paid to 'Sharma' immediately & the balance due to him to be treated as a loan carry interest @ 6% p.a.

Prepare a) Revaluation a/c b) Partners capital a/c c) Balance sheet.

31. Rashmi & Geetha are partners sharing profits & losses in the ratio of 3:2. Their balance sheet as on 31-3-2018 is as follow

Liabilities		Amt	Assets		Amt
Sundry creditors		10000	Cash at bank	5000	
Bills payable		10000	Bills receivable	10000	
Rashmi's loan		5000	Sundry debtors	20000	
Reserve fund		10000	Stock	15000	
CAPITALS:			Machinery	15000	
Rashmi	30000		Furniture	10000	
Geetha	40000	70000	Motor van	30000	
		105000			105000

On the above date the firm was dissolved:

- The assets were realized as follows:
Bills receivable Rs.7500, Sundry debtors & stock @ 10% less than the book value, Machinery realised 5% more than the book value, Motor van realised for Rs.12000.
- Furniture was taken over by Geetha at Rs.8000.
- Dissolution expenses were Rs.600
- All the liabilities were discharged in full.

Prepare a) Realisation a/c b) Partners capital a/c c) Bank a/c

32. Harsha Co.ltd., issued 10000 Preference shares of Rs.100 each at a premium of Rs.5 per share. The amount payable was as follows:

- Rs.10 per share on application
- Rs.50 per share on allotment (including premium)
- Rs.45 per share on first & final call.

All the shares were subscribed & the money duly received except the first & final call on 500 shares. The directors forfeited these shares & re-issued them at Rs.80 each as fully paid.

SECTION – D

V. Answer all the questions

- Prepare Receipt & payment account of a Non-profit organisation with any 5 imaginary figures.
- Prepare Profit & loss appropriation account of a firm with 5 imaginary figures.
- Name the major heads under which the following items will be presented in the balance sheet of a company.
A) Loose tools B) Debenture redemption reserve C) 10% debentures D) Proposed dividend E) Company software