

**MODEL QUESTION PAPER-II**  
2020-21 for reduced syllabus  
**SECOND YEAR P.U.C**  
**ACCOUNTANCY**

**Time: 3 Hours 15 Minutes**

**Max Marks: 100**

**Instructions:**

1. All the sub questions of Section-A should be answered continuously at one place.
2. Provide working notes wherever necessary.
3. 15 minutes extra has been allotted for candidates to read the questions.
4. Figures in the right hand margin indicate full marks.

**Section –A**

**Answer any Eight questions, each question carries ONE mark.**

**08×01=08**

1. Not-For-Profit Organisations are used for the welfare of the \_\_\_\_\_.
2. Partnership deeds contains,
  - a) Name of firm
  - b) Name and address of the partners
  - c) P/L sharing ratio
  - d) All of the above
3. Name any one method of maintaining capital accounts of partners.
4. Expand SR.
5. What do you mean by retirement of a partner?
6. Deceased partner's claim is transferred to his Executor's Account (State T/F).
7. Issued capital is part of
  - a) Reserve capital
  - b) Unissued capital
  - c) Authorised capital
  - d) None of the above
8. State the meaning of under subscription.
9. Share capital appears under the head \_\_\_\_\_.
10. Give an example for non-current liabilities.

**Section –B**

**Answer any FIVE questions, each question carries TWO marks.**

**05×02=10**

11. State any two features of partnership.
12. What is fluctuating capital method?
13. Give the meaning of Dissolution of a Partnership Firm.
14. State any two circumstances under which a Partnership Firm is dissolved.
15. Give the meaning of calls in arrears.
16. State any two categories of share capital.
17. State any two benefits of financial statements.
18. Mention any two items which are shown under the head 'Reserves and Surplus'.

**Section –C**

**Answer any FOUR questions, each question carries SIX marks.**

**04×06=24**

19. Sachin and Pratham commenced business in partnership with capital of ₹ 1,00,000 and ₹ 80,000 respectively on 01.04.2018 agreeing to share profits and losses in the ratio of 3:2. For the year ending 31.03.2019 they earned the profits of ₹ 36,000 before allowing:
- i) Interest on capital at 5% p.a.
  - ii) Interest on drawings, Sachin ₹ 600 and Pratham ₹ 1,000
  - iii) Yearly salary of Pratham ₹ 10,000

iv) Their drawings during the year Sachin ₹ 16,000 and Pratham ₹ 20,000.  
Prepare profit and loss appropriation account.

20. Sahana and Saniya are partners in firm. Sahana's drawings for the year 2019-20 are given as under:

₹ 4,000 on 01.06.2019  
₹ 6,000 on 30.09.2019  
₹ 2,000 on 30.11.2019  
₹ 3,000 on 01.01.2020

Calculate interest on Sahan's drawings at 8% p.a. for the year ending on 31.03.2020, under product method.

21. Vani, Rani and Soni are partners in a firm sharing profits and losses in the ratio of 4:3:2. Soni retires from the firm. Vani and Rani agreed to share equally in future. Calculate gain ratio of Vani and Rani.

22. . Raju, Ravi and Roopa are partners sharing profit and losses in the ratio of 4:3:3. Their capital balances on 01.04.2019 stood ₹ 1,00,000, ₹ 80,000 and ₹ 50,000 respectively.

Raju died on 01.10.2019. The partnership deed provides the followings:

- Interest on capital at 12% p.a.
- He had withdrawn ₹ 5,000 up to date of death.
- Raju's share of good will ₹ 5,000 (**as per AS26**)
- His share of profit up to the date of death on the basis of previous year profits. Previous year profits ₹ 20,000.  
Prepare Raju's executors account.

23. ABC Company Ltd., issued 20,000 Equity shares of ₹ 10 each. The amount payable is as follows.

On application ₹ 2  
On allotment ₹ 3  
On first and on final call ₹ 5

All shares were subscribed. **Give the necessary journal entries up to the stage of first and final call money received.**

24. From the following information prepare statement of profit and loss for the year ended 31-03-2020 as per Schedule III of Companies Act, 2013.

Particulars	₹
Revenue from operations	5,00,000
Purchase of goods	3,00,000
Salaries to employees	40,000
Leave encashment	10,000
Rent and taxes	30,000
Repairs to machinery	20,000
Tax	30%

25. From the following details you are required to prepare balance sheet for the year ended 31-03-2020 as per Schedule III of Companies Act, 2013.

Particulars	₹
Inventories	7,00,000
Equity Share Capital	16,00,000
Plant and Machinery	8,00,000
Preference Share Capital	6,00,000
General Reserve	6,00,000
Creditors	3,50,000
Provision for taxation	2,50,000
Land and Building	26,00,000
Cash at Bank	5,00,000
12% Debentures	12,00,000

**Section –D**

Answer any FOUR questions, each question carries TWELVE marks.

04×12=48

26. Following are the Balance Sheet and Receipts and Payments Account of Hassan Sports Club, Hassan.

**Balance Sheet as on 31-03-2017**

Liabilities	₹	Assets	₹
Capital fund	61,000	Buildings	64,000
Subscription for 2017-18	1,000	O/S Subscriptions	1,600
O/S Office expenses	4,000	O/S Rent	400
Bank loan	20,000	Furniture	12,000
		Cash in Hand	8,000
	86,000		86,000

**Dr. Receipt and Payment A/C for the year ending 31-03 2018 Cr.**

Receipts	₹	Payments	₹
To Balance b/d	8,000	By Office Expenses:	
To Subscriptions:		2016-17	4,000
2016-17	1,600	2017-18	6,000
2017-18	17,600	By Subscription to Newspapers	
2018-19	2,800	& Journals	2,000
To Entrance Fees	4,000	By Refreshment Expenses	4,000
To Rent	4,000	By Investments	10,000
To Income from Drama	6,000	By Bank Loan	8,000
To Sale of newspapers	400	By Salary	4,400
		By Balance c/d	6,000
	44,000		44,000

Adjustments:

- Subscriptions outstanding ₹ 1,000,
- Salary outstanding ₹ 400,
- Interest payable ₹ 2,400,
- Depreciation on Building ₹ 5,000
- Entrance Fees is to be Capitalised.

Prepare:

- 1) Income and Expenditure Account and
- 2) Balance Sheet as on 31-03-2018.

27. Receipt and Payment Account of Shankar Sports Club is given below, for the year ended March 31, 2018

Dr .		Receipt and Payment A/C for the year ending 31-03-2018		Cr.	
Receipts	₹	Payments	₹		
To Cash in Hand	2,600	By Rent	18,000		
To Entrance fees	3,200	By Wages	7,000		
To Donation for Building	23,000	By Billiard table	14,000		
To Locker Rent	1,200	By Furniture	10,000		
To Life Membership fee	7,000	By Interest	2,000		
To profit from entertainment	3,000	By Postage	1,000		
To Subscription	40,000	By Salary	24,000		
		By Cash in hand	4,000		
	80,000		80,000		

Prepare Income and Expenditure Account and Balance Sheet With the help of following Information:

Subscription outstanding on March 31, 2017 is ₹ 1,200 and ₹ 2,300 on March 31, 2018, opening stock of postage stamps is ₹ 300 and closing stock is ₹ 200, Rent ₹ 1,500 related to 2016-17 and ₹ 1,500 is still unpaid.

On April 1, 2017 the club owned Furniture ₹ 15,000, Furniture valued at ₹ 22,500 on March 31, 2018. The club took a loan of ₹ 20,000 (@10 p. a) 2016-17.

28. Rajesh and Rakesh are partners in a firm sharing profits and losses in the ratio of 3:2. Their balance sheet as on 31.03.2020 stood as follows.

**Balance Sheet as on 31.03.2020**

Liabilities	₹	Assets	₹
Creditors	41,500	Cash at Bank	22,500
General Reserve	4,000	Bills Receivable	3,000
Capital Accounts:		Debtors	18,000
Rajesh	30,000	Less: PDD	1,000
Rakesh	16,000	Stock	20,000
		Buildings	25,000
		Machinery	4,000
	<b>91,500</b>		<b>91,500</b>

On 01.04.2020 they admitted Shyam as partner and offered him 1/5<sup>th</sup> share in the future profits on the following terms.

- a. He has to bring in ₹ 10,000 as his capital and ₹ 5,000 towards Goodwill.
- b. Goodwill treatment as per AS26.**
- c. Appreciate buildings by 20%.
- d. Maintain at 5% PDD on debtors.
- e. Provide for outstanding repair bills ₹ 1,000.

Prepare:

- i). Revaluation Account
- ii). Partners' Capital Account.
- iii). New Balance sheet of the firm



29. Mahendra and Surendra are equal partners in a firm. Their balance sheet as on 31.03.2020 stood as follows.

**Balance Sheet as on 31.03.2020**

Liabilities	₹	Assets	₹
Creditors	40,000	Stock	39,000
Bank Loan	8,000	Debtors	32,000
		Less: PDD	1,000
Capitals:		Land & Buildings	40,000
Mahendra	80,000	Machinery	36,000
Surendra	40,000	Motor Car	8,000
	120,000	Cash at Bank	14,000
	<b>168,000</b>		<b>168,000</b>

On 01.04.2020 Chandra is admitted into partnership for 1/6<sup>th</sup> share in profits on the following terms.

- a. Chandra brings ₹ 26,000 as capital.
- b. Goodwill of the firm is valued at ₹ 14,000 (as per AS26)
- c. Motor car and machinery are to be depreciated by 20% and ₹ 3,800 respectively.
- d. Provision for doubtful debts is to be maintained at 10%.
- e. The Capital accounts of all the partners be adjusted in their new profit sharing ratio 3:2:1 based on Chandra's capital (Adjustments to be made in cash)

Prepare:

- i). Revaluation Account
- ii). Partners' Capital Account.
- iii). New Balance sheet of the firm.

30. Radha, Sheela and Meena were in partnership sharing profits and losses in the proportion of 3:2:1.

On April 1, 2020, Sheela retires from the firm and on that date, their Balance Sheet was as follows:

Liabilities	₹	Assets	₹
Trade Creditors	3,000	Cash-in-Hand	1,500
Bills Payable	4,500	Cash at Bank	7,500
Expenses Owing	4,500	Debtors	15,000
General Reserve	13,500	Stock	12,000
Capitals :		Factory Premises	22,500
Radha	15,000	Machinery	8,000
Sheela	15,000	Losse Tools	
Meena	<u>15,000</u>		
	<b>70,500</b>		<b>70,500</b>

**The terms were :**

- a) Goodwill of the firm was valued at ₹ 13,000.(as per AS26)
- b) Expenses owing to be brought down to ₹ 3,750.
- c) Machinery and Loose Tools are to be valued at 10% less than their book value.

d) Factory premises are to be revalued at ₹ 24,300.

**Prepare :**

- 1) Revaluation account
- 2) Partner's capital accounts and
- 3) Balance sheet of the firm after retirement of Sheela.

31. Shruti, Shilpa and Shreya were partners in a firm, sharing profits and losses in the ratio of 2 : 2 : 1. They decided to dissolve the firm. Their Balance Sheet on the date of dissolution was as follows :

**Balance Sheet as on 31. 3. 2020**

<b>Liabilities</b>	<b>₹</b>	<b>Assets</b>	<b>₹</b>
Creditors	30,000	Cash at Bank	6,000
Bills payable	20,000	Debtors	30,000
Shreya's Loan	8,000	Stock	30,000
General Reserve	10,000	Furniture	22,000
Capitals:		Machinery	20,000
Shruti,	40,000	Buildings	50,000
Shilpa	30,000		
Shreya	20,000		
	<b>1,58,000</b>		<b>1,58,000</b>

The assets realised as follows :

- a) Debtors realised 10% less than the book value, the Stock realised 15% more than the book value, Building realised ₹ 60,000.
- b) The Furniture was taken over by Shruti at ₹ 20,000.
- c) The Machinery was taken over by Shilpa at ₹ 15,000.
- d) Creditors and Bills Payable were paid off at a discount of 5%.
- e) Cost of dissolution amounted to ₹ 1,500.

**Prepare :**

- i) Realisation Account
- ii) Partner's Capital Accounts
- iii) Bank Account.

32. XYZ Co. Ltd. issued 30,000 equity shares of ₹ 10 each at a premium of ₹ 1 per share to the public, payable as follows :

- ₹ 2 on application
- ₹ 5 on allotment (including premium)
- ₹ 4 on first call and final call

All the shares subscribed and the money duly received except the first and final call on 2000 shares. The directors forfeited these shares and re-issued them as fully paid up at ₹ 8 per share.

Pass the necessary Journal entries.

**Section –E**

**(Practical Oriented Questions)**

**Answer any TWO questions, each question carries FIVE marks. 02×05=10**

33. Write two Partners Current Account under Fixed Capital System with 5 imaginary figures.
34. Give the disclosure requirements pertaining to Share Capital in Notes to Accounts of Balance Sheet of a Company with imaginary figures.
35. Write the proforma of a Balance Sheet of a Company with main heads only.