



MID-TERM VACATION ASSIGNMENT

CLASS: II PUC

SUBJECT: ACCOUNTANCY

MAX MARKS -100

INSTRUCTIONS:

- 1. All the answers of (S-A) must be written continuously at one place.**
- 2. Provide working notes wherever necessary.**
- 3. Write all the Question and Answers in the Accountancy Class Work (Last 20 Pages)**

(Section-A)

Answer any eight questions. Each question carries one mark: (8X1= 08)

1. When are partners' current accounts prepared in a partnership firm?
2. If the amount brought by new partner is more than his share of capital, the excess is known as-----.
3. Give the formula for calculation of new profit sharing ratio on retirement of a partner.
4. What is buy back of shares?
5. Debentures cannot be redeemed out of
a) Profits b) Provisions c) Capital d) All of the above.
6. Who is an executor?
7. Profit on forfeiture of shares are transferred to ----- account.
8. What is meant by debentures?
9. X, Y and Z are the partners sharing profits and losses in the ratio of 3:2:1. If Y retires, the new ratio of X and Z will be
a) 3:2 b) 2:1 c) 3:1 d) 1:2
10. Expand DRR

(Section-B)

Answer any five questions. Each question carries two marks: (5X2=10)

11. State any two contents of partnership deed?
12. Goodwill of the firm is valued at two years purchase of the average profit of last four years. The total profits for the last four years are Rs 40,000.
Calculate goodwill of the firm.
13. Give the journal entry for an asset taken over by a partner in case of dissolution of a firm.
14. State the two methods of maintaining capital accounts of partners.
15. State the two types of shares that can be issued by a public company.
16. How do you close revaluation account at the time of admission of a partner, when there is profit?
17. What is goodwill?
18. Give the journal entry for realization expenses paid by the firm on dissolution of a firm.

(Section-C)

Answer any four questions. Each question carries six marks: (4X6=24)

19. Rama and Soma are partners in a firm, sharing profits and losses in the ratio of 2:1. Rama withdrew the following amounts during the year 2017-18:
Rs 4000 on 1-6-2017, Rs 10000 on 30-9-2017, Rs 6000 on 30-11-2017, Rs 12000 on 1-1-2018. interest on drawings is to be charged @8% p.a. calculate the amount of interest to be charged on Rama's drawings for the year ending 31-3-2018
20. A, B and C are partners in a firm sharing profits and losses in the ratio of 4:3:2. C retires from the firm. A and B agreed to share equally in future. Calculate gain ratio of A and B.

21. Uma and Leela were partners in a firm sharing profits in the ratio of 3:2. Their capitals were Rs 25,000 and Rs 20,000 respectively. It was agreed to allow interest on capital @10%p.a. their respective interest on drawings amounted to Rs150 and Rs200. Uma was allowed a salary of Rs 500 p.m. The profits of the firm before making the above adjustments were Rs12,150. Prepare Profit and loss appropriation account .
22. Ram and Laxman are partners sharing profits and losses in the ratio of 3:2 respectively . They agreed to admit Seetha as a new partner; Future profits and losses are to be shared between all partners in the ratio of 8:7:5 respectively.
Find out sacrifice ratio of old partners.
23. Pavan, Rakesh and Sohan are partners sharing profits and losses in the ratio of 3:2:1. Their capital balances on 1-1-2018 stood at Rs.45,000, Rs.30,000 and Rs.20,000 respectively. Rakesh died on 30-9-2018. Partnership deed provides the following.
- Interest on capital @10% p.a
 - Salary to Rakesh Rs 800 p.m.
 - His share of goodwill
 - His share of profit up to the date of death on the basis of previous year profit.
- Goodwill of the firm is Rs 27,000
 - Profit for the year 2017 Rs 15,000.
- Prepare Rakesh's capital account.
24. Sachin and Rahul were partners in a firm sharing profits and losses in the ratio of 3:2. They admit Dhoni for 1/6th share in profits and guaranteed that his share of profits will Not be less than RS 25,000. Total profits of the firm were RS 90,000. Calculate share of Profits for each partner when: guarantee is given by Sachin. NPSR is 3:2:1.
Prepare profit and loss appropriation account.
25. Ganesh Co.Ltd purchased assets of the book value of Rs 99000 from another firm. It was agreed that purchase consideration be paid by issuing 11% debentures of Rs 100 each. Assume debentures have been issued
- At par
 - At a discount of 10%
 - At a premium of 10%.

(Section-D)

Answer any four questions, each question carries twelve marks.

(4x12=48)

26. Ratan and Suraj are partners sharing profits and losses in the ratio of 3:2. Their Balance sheet as on 31.3.2018 was as follows:

Balance sheet as on 31.3.2018

Liabilities	Rs.	Assets	Rs.
Creditors	13,500	Cash	6,500
Bills payable	7,500	Stock	21,000
General Reserve	15,000	Debtors	18,000
Capitals :		Bills Receivable	5,500
Rattan-Rs. 60,000		Furniture	10,000
Suraj- Rs. <u>30,000</u>	90,000	Machinery	24,000
		Buildings	40,000
		Profit and loss A/c	1,000
	1,26,000		1,26,000

They admit Vinod to partnership for 1/6th share on 01.4.2018 based on the following terms:

- a) He should bring in Rs. 20,000 as capital
- b) Buildings to be revalued at Rs. 50,000
- c) Furniture and Machinery to be depreciated at 10% and 5% respectively
- c) Reserve for doubtful debts to be provided at 10% on debtors
- d) Goodwill account to be raised and maintained to the extent of Rs. 25,000

Prepare: i) Revaluation Account
 ii) Capital Accounts of partners
 iii) Balance Sheet as on 01.04.2019.

27. Srikant, Girish, and Manju are partners sharing profits and losses Equally. Their balance sheet as on 31.3.2018 was as follows.

Balance sheet as on 31.3.2018

Liabilities		Amount	Assets		Amount
Creditors		30,000	Cash		24,000
Bills payable		20,000	Bills receivables		28,000
Bank overdraft		25,000	Stock		36,000
Reserve fund		15,000	Investments		9,000
Capital			Debtors		20,000
Srikant	60,000		Furniture		25,000
Girish	50,000		Machinery		32,000
Manju	30,000	1,40,000	Buildings		50,000
			P& loss account		6,000
		2,30,000			2,30,000

28. Manju retired on 1.4.2018 from the business and the following adjustments are to be made:

- a. Goodwill of the firm is created Rs 18000 (retained in the business)
- b. Maintain provision for doubtful debts at 5% on debtors
- c. Increase stock by Rs 4000
- d. Depreciate machinery and furniture by 10% each.

Prepare: Revaluation account,
 All partners capital accounts,
 Balance sheet as on 1.4.2018.

29. Mohan, Nagaraju and Prakash are partners sharing profits and losses in the ratio of 4:3:2. Their Balance sheet as on 31.12.2008 was as follows:

Liabilities	Rs.	Assets	Rs.
Creditors	25,000	Cash	9,000
Bills payable	17,000	Debtors	27,000
Prakash's Loan A/c	10,000	Stock	15,000
Reserve fund	18,000	Investments	5,000
Capitals :		Furniture	14,000
Mohan Rs. 30,000		Goodwill	20,000
Nagaraju Rs. 20,000		Buildings	40,000
Prakash <u>Rs. 10,000</u>	60,000		
	1,30,000		1,30,000

On the above date the firm was dissolved. The assets realized as follows:

- a) Debtors realized 10% less than the book value and investments realized 20% more than the book value. Buildings realized Rs. 60,000, stock realized Rs. 12,000, and furniture sold for Rs. 15,000.
 - b) Goodwill taken by Mohan at Rs. 15,000
 - c) Creditors and Bills payable settled at discount of 5%
 - d) Realization expenses Rs. 2,000
- Prepare: i) Realization Account
ii) Capital Accounts of partners
iii) Cash Account.

30. ABC Company Ltd., issued 10,000 ordinary shares of Rs 100 each, at a premium of Rs 10 per share. The amount payable as follows:

Rs. 20 on application, Rs. 40 on allotment, (including premium), Rs. 50 on First and final call

All the shares were subscribed and the money duly received except the First and final call on 500 shares. The directors forfeited these shares and re-issued them as fully paid at Rs 80 per share. Pass journal entries in the books of the company.

31. Give the journal entries for issue of debentures for the following cases in the books of Reliance co Ltd.
- a. Issue of Rs 2,00,000, 9% debentures of Rs 100 each at par and redeemable at par.
 - b. Issue of Rs 2,00,000, 10% debentures of Rs 100 each at premium of 5% but redeemable at par.
 - c. Issue of Rs2,00,000, 12% debentures of Rs 100 each at a discount of 5%, redeemable at par.
 - d. Issue of Rs 2,00,000, 8% debentures of 100 each at par but redeemable at a premium of 5%.

(Section-E)

(Practical oriented questions)

Answer any two questions. Each question carries five marks

2x5=10

32. Prepare Executor's loan account with imaginary figures showing the repayment in two annual equal installments with interest.
32. Prepare two partners capital account under fluctuating capital system with five any Imaginary figures.
33. Prepare profit and loss appropriation account of partnership firm with five imaginary figures.