

**THE JAMMU AND KASHMIR STATE BOARD OF SCHOOL EDUCATION,
ACADEMIC DIVISION, REHARI COLONY, JAMMU.**

(MODEL PAPER)

ACCOUNTANCY (12TH)

Time Allowed: 3 hours

Max. Marks : 80

LONG ANSWER TYPE QUESTIONS

Q. 1. The profits of ABC for the last 5 years were as under :

<u>Year</u>	<u>Profit (in ₹)</u>
2002-03	38,000.00
2003-04	18,000.00
2004-05	25,000.00
2005-06	19,000.00
2006-07	27,000.00

Calculate the value of goodwill on the basis of 2-year purchases of weighted average profit based on weight 1, 2, 3, 4 and 5 respectively to the profit for the year 2002-03, 2003-04, 2004-05, 2005-06 and 2006-07.

OR

A firm earns a profit of ₹30,000/- per year. In the same business the 10% return is generally expected. The total assets of the firm are ₹2,50,000/-. The value of outsiders liability is ₹40,000/-. Find the value of goodwill. **5 marks**

Q. 2. A and B are partners sharing profits and losses in the ratio of 1:3. Their Balance Sheet as on 31st March, 2010 was as under:

Liabilities	Amount (in ₹)	Assets	Amount (in ₹)
Bills Payable	5,000/-	Cash	4,000/-
Capital A	15,000/-	Stock	7,000/-
Capital B	10,000/-	Computer	5,000/-
	30,000/-	Plant & Machinery	4,000/-
		Furniture	10,000/-
			30,000/-

On 31st March, 2010 C is admitted into partnership for 1/6th share in future profit, on the following terms :

- The value of plant and machinery is to be increased by ₹1,000/-.
- The value of computer is appreciated by ₹3,000/-.
- Goodwill is to be valued at ₹48,000/- and C brings necessary amount for his share of goodwill in cash.

C is to bring in the capital to the extent of 1/6th of the total capital of new firm after making all adjustments. Draft journal entries and partner's capital account.

OR

P.T.O

Pass journal entries in the following cases:

- a) Assets were realized as follows:
Debtors - ₹ 30,500/-, Plant and Machinery – ₹ 32,500/-
- a) Expensed on dissolution were ₹ 2,080/-.
- b) X agreed to take investments at ₹ 10,400/-.
- c) Creditors agreed to accept ₹ 48,100/- in full settlement of their claim of ₹ 49,000/-.
- d) Bank loan of ₹ 12,000/- is paid off. **5marks**

Q. 3. Gold Co. Ltd. invited applications for ₹ 40,000/- equity shares of ₹ 50/- each. The amount was payable as follows:

On application and allotment ₹ 20/- per share. Balance on first and final call. Applications for ₹ 70,000/- shares were received. Applications for ₹ 20,000/- shares were rejected and pro-rata allotment was made to the remaining applications. First and final calls were duly received. Give journal entries.

OR

Differentiate between Equity Shares and Preference Shares.

5 marks

Q. 4. Explain any five types of Debentures.

OR

Journalize the following transactions for issue and redemption of debentures,

- a) 1000, 12% debentures issued at ₹ 100/- repayable at ₹ 100/-.
- b) 1000, 12% debentures issued at ₹ 90/- repayable at ₹ 105.

5 marks

Q.5. From the following Balance Sheet of XYZ Ltd., prepare Cash flow statement:

Liabilities	2009 (in ₹)	2010 (in ₹)	Assets	2009 (in ₹)	2010 (in ₹)
Equity Share Capital	1,50,000/-	2,00,000/-	Goodwill	36,000/-	20,000/-
12% Pref-share capital	75,000/-	50,000/-	Building	80,000/-	60,000/-
General Reserve	20,000/-	35,000/-	Plant	40,000/-	1,00,000/-
Profit & Loss Account	15,000/-	24,000/-	Debtors	1,19,000/-	1,54,500/-
Creditors	37,500/-	49,500/-	Stock	10,000/-	15,000/-
	2,97,500/-	3,58,500/-	Cash	12,500/-	9,000/-
				2,97,500/-	3,58,500/-

Depreciation charged on Plant was ₹ 10,000/- and on Building ₹ 60,000/-.

OR

Compute Cash from operating Activities from the following details:

Particulars	2010 (in ₹)	2009 (in ₹)
Profit & Loss Account	1,10,000/-	1,20,000/-
Debtors	50,000/-	62,000/-
Outstanding Rent	24,000/-	42,000/-
Goodwill	80,000/-	76,000/-
Prepaid Insurance	8,000/-	4,000/-
Creditors	26,000/-	38,000/-

5 marks

SHORT ANSWER TYPE QUESTIONS

- Q. 6.** Differentiate between Income and Expenditure Account and Receipt and Payments Account. **3 marks**
- Q. 7.** During the year 2009-10, subscription received was ₹90,000/-. Calculate the amount of subscription to be shown in the Income and Expenditure Account in the following case
- a) If subscription outstanding for 31st March 2010 is ₹ 18,000/-.
- b) If subscription received in advance for the year 2010-11 is ₹ 4,500/-. **3 marks**
- Q. 8.** Give the meaning and features of partnership deed. **3 marks**
- Q. 9.** Differentiate between sacrificing ratio and gaining ratio. **3 marks**
- Q. 10.** Explain Realization Account. **3 marks**
- Q. 11.** What do you understand by overscription. **3 marks**
- Q. 12.** Write a note on “Forfeiture of Shares”. **3 marks**
- Q. 13.** Give necessary journal entry to be passed redemption of debentures. **3 marks**
- Q. 14.** From the following Information, prepare comparative Income statement.

Particulars	2008 (in ₹)	2009 (in ₹)
Sales	2,00,000/-	2,50,000/-
Cost of goods sold	1,00,000/-	1,25,000/-
Operating Exp.	10,000/-	10,000/-

3 marks

VERY SHORT ANSWER TYPE QUESTIONS

- Q. 15.** What do you understand by Not-for-Profit organizations? **2 marks**
- Q. 16.** Give the meaning of partnership. **2 marks**
- Q. 17.** Give the meaning of super profit. **2 marks**
- Q. 18.** What is meant by underscription. **2 marks**
- Q. 19.** Explain the term Share capital. **2 marks**
- Q. 20.** Give two objectives of ratios. **2 marks**
- Q. 21.** What do you understand by solvency ratio. **2 marks**
- Q. 22.** Give any two limitations of ratio analysis. **2 marks**
- Q. 23.** Give meaning of Cash flow statement. **2 marks**

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