This Question Paper consists of **47** questions and **12** printed pages.
इस प्रश्न-पत्र में **47** प्रश्न तथा **12** मुद्रित पृष्ठ हैं।

Roll No.
अनुक्रमांक

Code No. 71/SS/320
कोड नं.

SET/सेट- A1

ACCOUNTANCY
लेखांकन

(Principles and Practice of Financial Accounting)
(वित्तीय लेखांकन के सिद्धान्त एवं व्यवहार)

(320)

Day and Date of Examination : ________________________________
(परीक्षा का दिन व दिनांक)

Signature of Invigilators : **1.** ________________________________
(निरीक्षकों के हस्ताक्षर)

2. ________________________________

General Instructions :

1. Candidate must write his/her Roll Number on the first page of the Question Paper.

2. Please check the Question Paper to verify that the total pages and total number of questions contained in the Question Paper are the same as those printed on the top of the first page. Also check to see that the questions are in sequential order.

3. Making any identification mark in the Answer-Book or writing Roll Number anywhere other than the specified places will lead to disqualification of the candidate.

4. Write your Question Paper Code No. **71/SS/320**, **Set -** **A1** on the Answer-Book.

5. (a) The Question Paper is in English/Hindi medium only. However, if you wish, you can answer in any one of the languages listed below :
English, Hindi, Urdu, Punjabi, Bengali, Tamil, Malayalam, Kannada, Telugu, Marathi, Oriya, Gujarati, Konkani, Manipuri, Assamese, Nepali, Kashmiri, Sanskrit and Sindhi.
You are required to indicate the language you have chosen to answer in the box provided in the Answer-Book.

(b) If you choose to write the answer in the language other than Hindi and English, the responsibility for any errors/mistakes in understanding the questions will be yours only.

सामान्य अनुदेश :

1. परीक्षार्थी प्रश्न-पत्र के पहले पृष्ठ पर अपना अनुक्रमांक अवश्य लिखें।

2. कृपया प्रश्न-पत्र को जाँच लें कि प्रश्न-पत्र के कुल पृष्ठों तथा प्रश्नों की उतनी ही संख्या है जितनी प्रथम पृष्ठ के सबसे ऊपर छपी है। इस बात की जाँच भी कर लें कि प्रश्न क्रमिक रूप में हैं।

3. उत्तर-पुस्तिका में पहचान-चिह्न बनाने अथवा निर्दिष्ट स्थानों के अतिरिक्त कहीं भी अनुक्रमांक लिखने पर परीक्षार्थी को अयोग्य ठहराया जायेगा।

4. अपनी उत्तर-पुस्तिका पर प्रश्न-पत्र की कोड संख्या **71/SS/320**, सेट - **A1** लिखें।

5. (क) प्रश्न – पत्र केवल हिंदी/अंग्रेजी में है। फिर भी, यदि आप चाहें तो नीचे दी गई किसी एक भाषा में उत्तर दे सकते हैं :
अंग्रेजी, हिंदी उर्दू, पंजाबी बाँगला, तमिल, मलयालम, कन्नड़, तेलुगु, मराठी, उड़िया, गुजराती, कोंकणी, मणिपुरी, असमिया, नेपाली, कश्मीरी, संस्कृत और सिंधी।
कृपया उत्तर-पुस्तिका में दिए गए बॉक्स में लिखें कि आप किस भाषा में उत्तर लिख रहे हैं।

(ख) यदि आप हिंदी एवं अंग्रेजी के अतिरिक्त किसी अन्य भाषा में उत्तर लिखते हैं तो प्रश्न को समझने में होने वाली त्रुटियों/गलतियों की जिम्मेदारी केवल आपकी होगी।

ACCOUNTANCY

(Principles and Practice of Financial Accounting)

(320)

Time : 3 Hours] **[Maximum Marks : 100**

Notes :

(i) This question paper consists of **47** questions in all.

(ii) **All** questions are **compulsory**. Internal choices are given wherever required.

(iii) Marks are given against each question.

(iv) Attempt these questions as per the instructions given for each of the questions.

(v) This question paper has **two** section – **Section 'A'** and **Section 'B'**.

(vi) **Section 'A'** has **36** questions from Question No. **1** to **36**.

(vii) **Section 'B'** has **11** questions from Question No. **37** to **47**.

(viii) **Section 'B'** has **two** options. **Optional Module – I** : Analysis of Financial Statements. **Optional Module – II** : Application of Computers in Financial Accounting. Candidates are required to attempt questions from **one** option only. All questions of an option are compulsory.

NOTE :

(1) Answers of **all** questions are to be given in the Answer-Book given to you.

(2) **15** minutes time has been allotted to read this question paper. The question paper will be distributed at **02.15** p.m. From **02.15** p.m. to **02.30** p.m., the students will read the question paper only and will not write any answer on the answer-book during this period.

SECTION –A

Note : Q.No. **1** to **14** are the multiple choice questions of **1** mark each.

1. __________ is a documentary evidence in support of a transaction. **1**

(A) Accounting Equation (B) Ledger

(C) Journal (D) Voucher

2. Which equation is correct out of the following ? **1**

(A) Liabilities = Assets + Capital

(B) Assets = Capital − Liabilities

(C) Assets = Capital + Liabilities

(D) Capital = Assets + Liabilities

3. If a trial balance doesn't agree, then which account is opened in order to reconcile the trial balance ? **1**

(A) Profit and loss account (B) Suspense account

(C) Goodwill account (D) Capital reserve account

4. Sales Book has been undercast by ₹ 1,000. This error will be rectified by: **1**

(A) Crediting Suspense A/c by ₹ 1,000 and debiting sales A/c by ₹ 1,000

(B) Debiting Suspense A/c by ₹ 1,000 and Crediting sales A/c by ₹ 1,000

(C) Crediting Suspense A/c by ₹ 2,000 and debiting sales A/c by ₹ 2,000

(D) Debiting Suspense A/c by ₹ 2,000 and Crediting sales A/c by ₹ 2,000

5. Which of the following is correct about 'Income and Expenditure Account' of a Not-for-Profit Organisation ? **1**

(A) The excess of the income over expenditure is called net profit.

(B) Specific donation is an item of revenue nature.

(C) Entrance fees is an item of income.

(D) All items of receipts are recorded on income side of income and Expenditure Account and all items of payments are recorded on the expenditure side of Income and Expenditure Account.

6. Which of the following items is not shown in Trading Account ? **1**

(A) Wages (B) Fuel and Power

(C) Carriage inwards (D) Bad debts

7. Which of the following is an item of 'Payments' while preparing Receipts and Payments Account of a Not-for-Profit Organisation ? **1**

(A) Stationery (B) Donation

(C) Entrance fees (D) Life membership fees

8. On dissolution of the firm, amount received from sale of unrecorded asset is credited to : **1**

(A) Partners Capital Accounts

(B) Profit and Loss Account

(C) Realisation Account

(D) Cash Account

9. Which of the following is transferred to Realisation Account ? **1**

(A) Balance of Cash Account

(B) Balances of Reserves

(C) Balance of Profit & Loss Account

(D) Balances of Assets Accounts other than Cash and Cash at Bank.

10. Which of the following is true in relation to goodwill ? **1**

(A) Goodwill is a fictitious asset.

(B) Goodwill is a current asset.

(C) Goodwill is a wasting asset.

(D) Goodwill is an intangible asset.

11. When a new partner brings his share of goodwill premium in cash, the amount is debited to : **1**

(A) Goodwill Account

(B) Capital Account of the new partner

(C) Cash Account

(D) Capital Accounts of the old partners

12. The first instalment which the applicants have to pay along with the application for shares is known as : **1**

(A) Allotment money (B) Application money

(C) Call money (D) Calls in advance money

13. Shares can be forfeited : **1**

(A) for non-payment of call money.

(B) for failure to attend meetings.

(C) for failure to repay the loan to the bank.

(D) For pledging the shares as a security.

14. An equity share of ₹ 10 on which ₹ 8 had been called but ₹ 6 had been received was forfeited, the share capital account was debited by : **1**

(A) ₹ 10 (B) ₹ 8 (C) ₹ 6 (D) ₹ 2

15. Fill in the blanks : **2**

Increase in the value of an asset is __________ and decrease in the value of an asset is __________.

16. Give one word answer for the following : **2**

(i) Which basis of accounting is not recognized by Companies Act 2013 ?

(ii) It is a book of account in which all types of accounts relating to assets, liabilities, capital, expenses and revenue are maintained.

17. Complete the following sentence : **2**

The commonly used output devices include monitor also called ___________ and ___________.

18. Give one word answer of the following : **2**

(i) The software available off the shelf is modified to suit the requirements of the user.

(ii) The errors which are rectified through suspense account are

19. Give one word answer for the following : **2**

(i) Revaluation account is credited for recording the value of an unrecorded :

(ii) Name the asset that is not transferred to the debit side of realization Account, but brings certain amount of cash against its disposal at the time of dissolution of the firm.

20. Fill in the blanks : **2**

(i) The remaining partners acquiare the retiring partner's share in ___________ ratio.

(ii) On dissolution, if a partner undertakes to make payment of a liability of the firm __________ account is debited.

21. Write the names of the affected accounts for the following transactions while preparing accounting equation: **4**

(i) Commission received ₹ 40,000

(ii) Purchased goods on credit from Atul ₹ 25,000

(iii) Sold furniture to Asha ₹ 4,000

(iv) Rent paid by cheque ₹ 6,000

22. Give a name of the accounting error for the following transactions : **4**

(i) Amount spent on repairs of an old machine debited to Machinery A/c.

(ii) Vidushi has been debited by ₹ 600 instead of ₹ 60 and Yashika has been debited by ₹ 60 instead of ₹ 600.

(iii) Purchases book has been overcast by ₹ 5,000.

(iv) Purchases for ₹ 30,000 was not entered in the purchases book.

23. Answer the following questions in one word : **4**

(i) On which side of the Balance Sheet loan item appearing on the receipts side of Receipts and Payments Account will be shown ?

(ii) Name the term used for debts which cannot be recovered.

(iii) Sundry debtors are ₹ 30,000, provision for Doubtful debts is required at 5%. Calculate the amount of Provision for Doubtful debts to be created.

(iv) Depreciation is shown on which side of Profit and Loss Account ?

24. Give one word answer for the following : **4**

(i) After the reissue of forfeited shares balance of forfeited shares account is transferred to which account ?

(ii) Applications for shares received less than the number of shares offered is called ?

(iii) How many days notice is to be given to the defaulting shareholders by Board of directors to make payment before the forfeiture of shares.

25. What is meant by deferred revenue expenditure ? Also given an example of it. **2**

26. What will be the journal entries when the new partner brings his share of goodwill premium in cash and it is retained in the business ? **2**

OR

How is workmen compensation Reserve shown in the balance sheet of a partnership firm, treated at the time of its dissolution ?

27. State any two factors which affect the goodwill of a partnership firm. **2**

OR

Give the necessary journal entry of realization expenses if it is paid by partner and borne by firm.

28. State any two purposes for which securities premium can be utilized for as per the provisions of companies Act. **2**

OR

What is meant by calls in arrears.

29. Explain any three features of Single entry System. **3**

OR

How Manager's commission is calculated if it is allowed on the net profit before charging such commission and after charging such commission ? Also show the adjustment entry of it ? Explain with the help of an example.

30. As per Receipt and Payment Account for the year ended on March 31, 2025, the subscriptions received were ₹ 50,000. **3**

Additional information :

(1) Subscriptions Outstanding on 1.4.2024 ₹ 5,000

(2) Subscriptions Outstanding on 31.3.2025 ₹ 3,000

(3) Subscriptions Received in Advance as on 1.4.2024 ₹ 2,500

(4) Subscriptions Received in Advance as on 31.3.2025 ₹ 1,000

Calculate the amount that will be posted in Income and Expenditure Account for income from subscriptions for the year 2024-25.

OR

Calculate Operating Profit from the following particulars.

Particulars	₹
Net sales	70,000
Sales Return	10,000
Cost of Goods Sold	5,000
Office and Administrative expenses	15,000
Selling and Distribution Expenses	6,500

31. Explain the payment to the retiring partner in instalments. **3**

OR

Explain how accumulated profits and losses are treated when a new partner is admitted in the firm ? Give journal entries also.

32. Explain 'Oversubscription' of shares. What are the options available in case of over subscription. **3**

33. What is meant by reissue of shares ? Give journal entries for reissue of forfeited shares at premium, originally issued at par. **3**

OR

Explain the procedure of forfeiture of shares.

34. From the following Trial Balance of Goel & Son's, as on 31.3.2025, Prepare Trading and Profit and Loss Account for the year ended 31st March 2025 and Balance Sheet as at that date. **5**

TRIAL BALANCE AS ON 31.3.2025

Particulars	**Debit Balance ₹**	**Particulars**	**Credit Balance ₹**
Opening stock (1.4.2024)	28,000	Purchase Return	4,300
Purchases	34,300	Sales	1,40,000
Salaries	16,000	Discount received	35,000
Bad debts	5,400	Capital	68,500
Wages	6,800	Bills payable	10,200
Insurance	1,000	Creditors	23,300
Trading Expenses	2,200		
Drawings	20,000		
Cash at Bank	92,000,		
Cash in hand	50,000		
Debtors	25,600		
	2,81,300		2,81,300

The Closing stock was valued at ₹ 7,200

OR

Prepare Income and Expenditure from the Receipts and Payments Account of Senior Citizen Health Club, Delhi for the year ending 31st December, 2025.

Receipts and Payment A/c of Senior Citizen Health Club, Delhi
for the year ending 31st December, 2025.

Receipts	**₹**	**Payments**	**₹**
To Balance b/d	28,000	By Rent	6,700
To Subscription	34,000	By Stationery	3,600
To Entrance fees	1,000	By Salary	5,800
To Sale of Investments	12,500	By Purchase of Equipments	25,000
To Sale of old furniture (Book Value ₹ 3,500)	2,300	By Entertainment expenses	10,400
To Donation	5,800	By Miscellaneous expenses	8,600
		By Furniture purchased	4,500
		By Balance c/d	19,000
	83,600		83,600

Additional information:

Subscription outstanding amounted to ₹ 500.

35. A, B and C were partners in a firm sharing profits in the ratio of 2 : 2 : 1. Their balance sheet as at 31st March 2025 was as follows: **5**

Balance Sheet of A, B and C as at 31st March, 2025

Liabilites	**₹**	**Assets**	**₹**
Creditors	30,000	Land	85,000
Bills Payable	20,000	Building	50,000
Outstanding Expenses	25,000	Plant	1,00,000
General Reserve	50,000	Stock	40,000
Capital A 50,000 B 60,000 C <u>70,000</u>	1,80,000	Debtors	25,000
		Cash	5,000
	3,05,000		3,05,000

With effect from April 1, 2025 the partners decided to share profits in the ratio of 1 : 1 : 3.
For this purpose, it was agreed that :

(i) The goodwill of the firm should be valued at ₹ 60,000

(ii) Land should be revalued at ₹ 1,00,000. Building should be depreciated by 6%.

(iii) Creditors amounting to ₹ 3,000 were not to be paid.

Prepare Revaluation Acccount, Partners' Capital accounts and Balance sheet after the reconstitution of the firm.

36. 'WX Ltd', was registered with an authorized capital of 2,00,000 equity shares of ₹ 10 each. The company offered 1,50,000 shares to the public for subscription. 1,45,000 shares were subscribed. All calls were made and were duly received except the final call of ₹ 3 on 5,000 shares. **5**

Present the share capital of the company as per the provisions of the Companies Act.

OR

Arya Ltd invited application for issuing 10,000 shares of ₹ 10 each.

On application ₹ 2 per share

On allotment ₹ 3 per share

On first call ₹ 2 per share

On second and final call ₹ 3 per share

Applications for 9,000 Shares were received and shares were allotted in full to all the applicants.

All money due was received except, Jithu who was allotted 300 shares failed to pay the allotment money which he paid along with First Call. Final Call was not yet made.

Pass the necessary journal entries for the above transactions in the books of the company.

SECTION – B
OPTIONAL MODULE – I
(Analysis of Financial Statements)

37. Two basic measures of liquidity are : **1**

(A) Inventory Turnover ratio and current ratio
(B) Current ratio and Quick ratio
(C) Gross profit ratio and Operating ratio
(D) Current ratio and Average collection period

38. While calculating cash flow from operating activities which will be deducted ? **1**

(A) Decrease in prepaid expenses
(B) Increase in Trade payables
(C) Increase in Trade receivables
(D) Decrease in Trade receivables

39. An example of cash flow from financing activity is : **1**

(A) Credit revenue from operations
(B) Cash receipts from issue of shares
(C) Sale of investments
(D) Interest received

40. If Sundry debtors are ₹ 20,000, Marketable securities ₹ 30,000, cash ₹ 10,000 bank overdraft ₹ 14,000, creditors ₹ 16,000, what will be the current ratio ? **1**

(A) 2 : 1 (B) 1 : 1 (C) 1.5 : 1 (D) 1 : 2

41. If total revenue from operations ₹ 2,70,000, credit revenue from operations ₹ 1,80,000, opening trade receivables ₹ 32,000, closing trade receivables ₹ 40,000, then trade receivables turnover ratio will be : **1**

(A) 2.5 times (B) 5 times (C) 9 times (D) 7.5 times

42. Issue of shares at a premium is shown as : **1**

(A) Inflow under Operating Activities.
(B) Inflow under Financing Activities.
(C) Inflow under Investing activities.
(D) Outflow under Financing Activities.

43. Complete the following sentences : **2**

(i) Ability of a firm to meet its long term liabilities is assessed through __________ ratios.
(ii) The amount received from Insurance Company on account of Loss of Stock or loss from earthquake should be reported as cash flow from __________ activities under extraordinary items.

44. Explain the treatment of proposed dividend while preparing cash flow statement. **2**

45. Calculate inventory turnover ratio from the following information : **2**

Revenue from operations ₹ 2,00,000

Gross profit – ₹ 40,000

Average inventory – ₹ 20,000

46. What is meant by Operating activities ? List any two items included in operating activities. **3**

47. Prepare a cash flow statement on the basis of the information given in the Balance Sheet of ABC Ltd., as at 31st March 2025. **5**

BALANCE SHEET

Particulars	**Note No.**	**31.3.2025 (₹)**	**31.3.2024 (₹)**
I. Equity and Liabilities :			
(1) Shareholder's Funds			
a. Share Capital		70,000	60,000
b. Reserves and surplus		30,000	8,000
(2) Non-current Liabilities			
Long term Borrowings (Debentures)		50,000	60,000
(3) Current Liabilites			
Trade Payables		45,000	10,000
Total		1,95,000	1,38,000
II. Assets :			
(1) Non current Assets:			
a. Property, Plant and Equipment and Intangible assets - Machinery		50,000	38,000
b. Non-current Investments		70,000	50,000
(2) Current Assets :			
a. Marketable securities		15,000	5,000
b. Inventories		40,000	15,000
c. Cash and Cash Equivalents		20,000	30,000
Total		1,95,000	1,38,000

OPTIONAL MODULE – II
(Application of Computers in Financial Accounting)

37. It is a representational data model through which ER(Entity-Relationship) design is transformed into inter related data tables. **1**

(A) Conceptual design (B) Requirement Analysis
(C) Database design (D) Logical design

38. The component of MS Access that is meant to create the SQL compatible query statement, store data and retrieve both data and information is called : **1**

(A) Tables (B) Queries (C) Forms (D) Report

39. This data type stores Universal Resource Locator(URL) and email addresses. **1**

(A) Hyperlink (B) Memo (C) Text (D) OLE Object

40. Which of the following component is **not** added in payroll accounting ? **1**

(A) Dearness Pay (B) Dearness Allowance
(C) Provident Fund (D) House rent allowance

41. Graphs and charts are pictorial representation of data, which has at least ________ dimensional relationship. **1**

(A) One (B) Two (C) Three (D) Four

42. Which of the following is **not** a component of MS Access ? **1**

(A) Tables (B) Queries (C) Forms (D) Spreadsheets

43. The basic element used to calculate Basic pay earned is Basic pay x __________ / __________. **2**

44. Describe the steps to format the text size in chart elements, using regular text formatting options. **2**

45. Differentiate between Pie chart and Bar chart. **2**

46. Explain any three items of deductions used in Payroll Accounting. **3**

47. What is database ? Explain the elements required in the process of structuring a database. **5**

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