



2018 VI 08

1430

Seat No. :

--	--	--	--	--

Time : 2½ Hours

ACCOUNTANCY (Old Pattern)

Subject Code

H	6	0	5
---	---	---	---

Total No. of Questions : 6

(Printed Pages : 8)

Maximum Marks : 80

- INSTRUCTIONS :**
- All** questions are **compulsory**.
 - Figures to the **right** indicate **full** marks allotted to **each** question.
 - Working note** should for part of the answer.
 - Use** of simple and **non-scientific** calculator is **allowed**.
Mobile phones, Wrist watches or any such other electronic gadgets are **not** allowed.
 - Fraction** if any should be rounded off to the **second digit** after decimal point.
 - Answer **each** question on a **fresh** page.

1. A) Write the most appropriate answer from the alternatives given below the statement :

Suyog, Samar and Amar are partners sharing profits in the ratio of 3 : 2 : 2
Suyog retires and the new profit sharing ratio will be _____.

[1]

- 3 : 2
- 1 : 1
- 2 : 3
- 2 : 1

B) Seema and Veena are partners in a firm. State whether the claim is valid giving reason if partnership is silent in the following matters :

[2]

- Seema is an active partner and claims a salary of Rs. 15,000 p.m.
- Veena advanced a loan of Rs. 50,000 to the firm and claims interest @ 12% p.a.



- C) Ajit and Sujit were partners sharing profits in the ratio of 3 : 2. Their Balance Sheet was as follows :

Balance Sheet As on 31st March 2017

Liabilities	Amount	Assets	Amount
Ajit's Capital	80,000	Building	98,000
Sujit's Capital	59,500	Furniture	50,000
General Reserves	16,000	Sundry Debtors	50,000
Demand loan	3,000	Inventories	28,000
Bills payable	25,000	Bills Receivable	8,000
Creditors	70,000	Bank	19,500
	2,53,500		2,53,500

Manmit was admitted on 1st April, 2017 in the partnership on the following terms :

- i) He brought Rs. 70,000 as his capital and Rs. 14,000 as his share of goodwill for 1/4th share in the future profits of the firm. Ajit withdrew half the amount of goodwill coming to his credit.
- ii) Assets were revalued as under :
Buildings 1,17,600, Furniture Rs. 45,000, Inventories Rs. 24,000
- iii) An amount of Rs. 5,000 included in creditors was not claimed.

Prepare :

- I) Revaluation Account. [3]
- II) Partners Capital Accounts. [4]
- III) Balance Sheet of the new firm. [5]

OR

- C) Naresh, Varish and Himesh were partners sharing profits and losses 5 : 3 : 2. Their Balance Sheet as on 31st March 2017 was as follows :

Balance Sheet As on 31st March 2017

Liabilities	Amount	Assets	Amount
Naresh's Capital	2,40,000	Premises	4,00,000
Varish's Capital	1,80,000	Plant	60,000



Himesh's Capital	1,60,000	Patents	52,000
P & L A/c	50,000	Sundry Debtors	1,36,000
Sundry Creditors	1,57,000	Closing Stock	80,000
		Cash in hand	59,000
	7,87,000		7,87,000

Himesh died on 1st October 2017 and it was agreed between his executor and the surviving partners that :

- 1) Premises is to be appreciated to 10%, Plant depreciated by 15% and closing stock be valued at Rs. 10,000 more
- 2) Maintain provision for bad and doubtful debts at 5% on Sundry Debtors.
- 3) Goodwill of the firm is valued at Rs. 1,20,000.
- 4) Himesh's share of profit upto the date of death be calculated on the basis of previous year's profit amounted to Rs. 60,000.

Prepare :

- i) Revaluation Account. [3]
- ii) Partners Capital Account. [5]
- iii) Balance Sheet of the new firm. [4]

2. A) Write the most appropriate answer from the alternatives given below the statement :

When realisation expenses are paid by a partner on behalf of the firm, such expenses are credited to _____

- Bank/Cash Account
- Partner's Capital Account
- Realisation Account
- Expenses Account

1

- B) John, Merwyn and Jimmy were partners sharing profits in the ratio of 4 : 3 : 1. Their Balance Sheet as on 31st March 2017 was as follows :

Balance Sheet As on 31st March 2017

Liabilities	Amount	Assets	Amount
John's Capital	4,00,000	Machinery	7,00,000
Merwyn's Capital	3,50,000	Vehicle	4,00,000



Jimmy's Capital	1,50,000	Sundry Debtors	2,25,000	
Reserve Fund	1,60,000	Less : PBDD	<u>5,000</u>	2,20,000
Sundry Creditors	6,00,000	Investment		1,50,000
Bills Payable	1,20,000	Stock		1,90,000
		Bank		1,20,000
	17,80,000			17,80,000

On the above date, it was resolved to dissolve the firm. The following information was available :

- 1) Machinery realised 90% of the book value
- 2) Vehicle sold at a profit of 20%, Stock realised at Rs. 1,27,500 of the book value and of the debtors Rs. 5,000 proved bad and balance debtors realised in full.
- 3) Investments were taken over by one of the creditors at book value.
- 4) Merwyn took over bills payable at Rs. 96,000
- 5) Dissolutions expenses were Rs. 15,000.

Prepare :

- i) Realisation A/c. [6]
- ii) Partners Capital A/c. [4]
- iii) Bank A/c. [2]

3. A) Write the most appropriate answer from the alternatives given below the statement : [1]

The Authorised capital which the company can raise during the life time is mentioned as per _____

- Articles of Association
- Memorandum of Association
- Prospectus
- Table A

- B) Novino Co. Ltd. Issued 70,000 Debentures of Rs. 80 each at a premium of 5% to the public for subscription. The amount was payable as follows :

On Application Rs. 20 per Debenture

On Allotment Rs. 34 per Debenture (Including Premium)



On First Call Rs. 10 per Debenture
On Final Call Rs. 20 per Debenture.

All the debentures were subscribed and the amount was duly received except the final call on 3,000 Debentures.

Further the Company purchased a Machinery worth Rs. 5,50,000 from Samarth Co. Ltd. It was agreed that the purchase consideration be paid by issuing 10% Debentures of 100 each at a premium of Rs. 10 per Debenture.

Pass Journal entries in the books of Novino Co.Ltd., to record the above transactions. [12]

4. A) Write the most appropriate answer from the alternatives given below the statement.

In the Income Statement of a company, 'Transfer Fees' is shown under the head _____.

[1]

- Employee Benefit Expenses
- Other Expenses
- Other Income
- Finance Cost

- B) The following are the Ledger Balances extracted from the books of Sonata Co.Ltd., as on 31st March 2016.

Ledger Balances	Amount (Rs.)
Stores and spares	30,000
Land and Buildings	3,54,500
Computer software	1,48,240
Trade Receivables	3,03,800
Share Issue Expenses (unwritten off)	17,600
Investment in ICICI Bonds	5,78,970
Prepaid Tax	24,000
Bank balance	1,91,240
Provision for workmen compensation	32,450
Securities premium	2,30,000



Sundry creditors	1,35,500
Rent payable	20,000
10% debentures	6,40,000
Equity share capital	3,00,000
Loan to the manager	10,000
Profit and Loss A/c	96,000
Cash credit	1,74,400
Provision for Tax	30,000

Prepare the Balance Sheet in a vertical format as on 31st March, 2016, as per (revised) schedule III of the Companies Act, 2013. [12]

5. A) Write the most appropriate answer from the alternatives given below the statement :

The accounting ratio used to analyse the short term financial position of the business enterprise _____.

[1]

- Solvency Ratio
- Profitability Ratio
- Liquidity Ratio
- Turnover Ratio

- B) I) The following is the consolidated statement of Profit and Loss of Swastik Co. Ltd.

Particulars	Note	31-03-2015	31-03-2016
	No.	Rs.	Rs.
i) Revenue from operations		30,00,000	50,00,000
ii) Other Income		10,00,000	11,00,000
iii) Total Revenue (i + ii)		40,00,000	61,00,000
iv) Expense			
Cost of Material Consumed		10,00,000	14,00,000
Purchases of stock in trade		3,00,000	7,20,000
Employee Benefit Expenses		2,00,000	2,40,000
Depreciation and Amortisation		1,40,000	2,00,000



Other Expenses	80,000	1,60,000
Total Expenses	17,20,000	27,20,000
v) Profit before Tax (iii-iv)	22,80,000	33,80,000
vi) Provision for Tax	1,00,000	1,20,000
vii) Profit after Tax (v-vi)	21,80,000	32,60,000

Prepare Comparative statement of Profit and Loss. [6]

B) II) a) Calculate Liquid Ratio from the following information : [3]

Particulars	Rs.
Trade Receivables	2,70,000
Cash in hand	25,000
Trade Payables	3,50,000
Inventories	80,000
Cheques on hand	15,000
Marketable securities	60,000

b) Calculate Creditors Turnover Ratio from the following information : [3]

Particulars	Rs.
Creditors on 01-04-2016	2,80,000
Creditors on 31-03-2017	5,20,000
Bills Payable on 01-04-2016	1,20,000
Bills Payable on 31-03-2017	3,60,000
Net Credit Purchases	13,80,000

6. A) Write the most appropriate answer from the alternatives given below the statement :

Dividend paid on Equity shares by a company is treated as cash flow from _____.

- Operating Activity
- Investing Activity
- Other Activity
- Financing Activity

[1]



B) The following are the Balance Sheets of Premier Co. Ltd.

Balance Sheet As on 31-3-2016 and 31-3-2017

Liabilities	2016	2017	Assets	2016	2017
Share Capital	4,00,000	5,00,000	Goodwill	1,20,000	1,10,000
P and L A/c	2,00,000	3,50,000	Premises	4,80,000	6,80,000
Creditors	5,20,000	5,60,000	Furniture	—	40,000
B/P	80,000	90,000	Inventory	3,00,000	3,00,000
Bonds	1,60,000	1,00,000	Debtors	2,60,000	3,00,000
			B/R	1,40,000	1,40,000
Provision for					
Tax	40,000	50,000	Bank		
			balance	1,00,000	80,000
	14,00,000	16,50,000		14,00,000	16,50,000

Additional Information :

- 1) Income Tax paid during the year was Rs. 24,000.
- 2) Depreciation of Rs. 58,000 on premises was charged to P and L A/c

Prepare :

- 1) Cash flow statement as per (Revised) AS-3 [10]
- 2) Premises Account [1]
- 3) Provision for Tax Account. [1]