

J. K. SHAH CLASSES

SYJC - ACCOUNTS

PRELIMINARY TEST - 1

Branch : Andheri, Borivali, Vasai
Total Marks : 80

Date: 21/12/2016
Total time: 3 hours

SOLUTION

Ans.1(A)

1. Debenture is an written acknowledgement of debt under the common seal of a company.
2. Cash flow statement refers to the statement showing changes in cash during a particular period.
3. Gain Ratio is an excess of new ratio over old ratio of a concerned partner.
4. Insolvent partner is one whose capital account show debit balance.
5. Bills of exchange is a written acknowledgement of debts accepted by the buyer for the sellers.

Ans. (B)

1. Endorser.
2. Profit on Revaluation.
3. Not for profit Concern.
4. Cummutative Preference shares.
5. Partnership Deed.

Ans.(C)

1. Debited
2. 14/08/07
3. Owner
4. Equal
5. Statement of Affairs

Ans.(D)

1. True
2. False. The Balance sheet is just a statement.
3. False. Receipts can be in nature of revenue as well as capital.
4. True.
5. True.

Ans. (E)

<div style="border: 1px solid black; width: 100px; height: 30px; margin: 0 auto; text-align: center; line-height: 30px;">Stamp</div> <p>2,15,000</p> <p>Three months after date pay to Kareena Laxmi, Peth Road, Kolhapur or her order a sum of rupees fifteen thousand only for the value received.</p> <p>To, Katrina, Saraswati Raod, Pune.</p>	<div style="text-align: right;"><p>Salman SV Road Santacruz (W) Mumbai. Date ; 18th April, 2015.</p><p>sd/- (Salman)</p><p>sd/- (Katrina) 20th April, 2015.</p></div> <div style="text-align: center; margin-top: 50px;"><div style="border: 1px solid black; width: 150px; height: 50px; transform: rotate(-15deg); display: flex; align-items: center; justify-content: center; margin: 0 auto;"><div style="writing-mode: vertical-rl; transform: rotate(180deg); font-weight: bold; font-size: 1.2em;">Accepted</div></div></div>
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Ans.2. Step 1**Statement of Affairs as on 1st April, 2014.**

Liabilities	₹	Assets	₹
Capital (Bal fig)	1,32,000	Investment	2,000
		Bills Receivable	5,000
		Furniture	50,000
Creditors	10,000	Debtors	30,000
		Stock	25,000
		Cash at Bank	12,000
		Land & Building	18,000
	1,42,000		1,42,000

Step 2**Statement of Affairs as on 31st March, 2015**

Liabilities	₹	Assets	₹
Capital (Bal fig)	2,15,000	Investment	25,000
		Bills Receivable	9,000
		Furniture	80,000
Bills Payable	5,000	Debtors	35,000
Creditors	12,000	Stock	40,000
		Cash at Bank	18,000
		Land & Building	25,000
	2,32,000		2,32,000

Step 3**Statement of Profit & Loss for the year ended 31st March, 2015.**

Particulars	₹	₹
Closing Capital		2,15,000
Add :- Drawings		<u>15,000</u>
		2,30,000
Less :- Additional Capital Introduced		<u>(10,000)</u>
		2,20,000
Less :- Opening Capital		<u>1,32,000</u>
Net profit before adjustment		88,000
Less :- Depreciation on Furniture	3,250	
Depreciation on Land & Building	2,500	
Reserve for Doubtful Debts	<u>1,750</u>	<u>(7,500)</u>
Net Profit For The Year		80,500

Ans.3**Dr. Profit & Loss Adjust A/C Cr.**

Particulars	₹	Particulars	₹
To Furniture	600	By Building	5,000
To R.D.D	1,500		
To Partner's Capital A/C (Profit on Revaluation)			
-X 1450	2,900		
-Y 1450	<u>5,000</u>		<u>5,000</u>

Dr Partner's Capital A/C**Cr.**

Particulars	X	Y	Z	Particulars	X	Y	Z
To Profit & Loss A/C	2,500	2,500	—	By Balance old	20,000	25,000	—
To Cash	625	625	—	By Reserve Fund	3,000	3,000	—
				By Cash	—	—	10,000
				By Goodwill	2,500	2,500	—
				By Profit & loss Adjustment	1,450	1,450	—
To Balance	23,825	28,825	10,000				

old							
	26,950	31,950	10,000		26,950	31,950	10,000

Cash A/C

Particulars	₹	Particulars	₹
To Balance bld	15,000	By X's Capital A/C	625
To Z's Capital A/C	10,000	By Y's Capital A/C	625
To Goodwill A/C	5,000		
		By Balance c/d	28,750
	30,000		30,000

Balance Sheet (after admission) as on 31st March ,2012.

Liabilities	₹	₹	Assets	₹	₹
Partner's Capital A/C			Building	10,000	
X	23,825		Add:- Appreciation	<u>5,000</u>	15,000
Y	28,825		Furniture	6,000	
Z	<u>10,000</u>	62,650	Less:- Depreciation	<u>600</u>	5,400
			Debtors	30,000	
Creditors		35,000	Less:- R.D.D	<u>1,500</u>	28,500
			Stock		20,000
			Cash		28,750
		97,650			97,650

Ans.3.

Dr. Profit & Loss Adjustment A/C Cr.

Particulars	₹	Particulars	₹
To Computer	250	By Creditors	250
To R.D.D	1,000	By Land & Building	2,000
		By Stock	2,000
To Partner's Capital A/C (Profit on Revaluation)			
- A 1,500			
- B 1,000			
- C 500	3,000		
	4,250		4,250

Dr. Particular Capital A/C Cr.

Particulars	A	B	C	Particulars	A	B	C
Goodwill	7,500	—	2,500	By Balance b/d	30,000	20,000	10,000
				By General Res.	9,000	6,000	3,000
Executor's	—	37,000	—	By Goodwill	—	10,000	—
Loans A/C				By Profit & Loss Adjustment A/C	1,500	1,000	500
Balance c/d	33,000	—	11,000				
	40,500	37,000	13,500		40,500	37,000	13,500

Liabilities	₹	₹	Assets	₹	₹
Capitals Accounts			Land & building	20,000	
A	33,000		Add:- Appreciation	<u>2,000</u>	22,000
C	<u>11,000</u>	44,000	Computer	5,000	
			Less:- Depreciation	<u>250</u>	4,750
Executor's Loan		37,000	Stock	15,000	
Creditors	12,000		Add:- Appreciation	<u>2,000</u>	17,000
Less:- written-off	<u>250</u>	11,750	Debtors	40,000	

Bills payable		5,000	Less :- R.D.D	<u>1,000</u>	39,000
			Bank		10,000
			Bills Receivable		5,000
		97,750			97,750

Ans.4. In The Books Of M/S AMAR.

Date	Particulars	LF	Debit (₹)	Credit (₹)
(A)	Raveena's A/C Dr		15,300	
	To Prem's A/C			15,300
	(Being Raveena's acceptance endorsed to prem dishonoured)			
(B) (1)	Sheela's A/C Dr		18,000	
	To bills Receivable A/C (being bill cancelled for renewal)			18,000
(2)	Sheela A/C Dr		300	
	To Interest A/C (Being Interest charged for ₹ 12,000 @ 10% p.a. for 3 months)			300
(3)	Cash A/C Dr		6,000	
	Bills Receivable A/C Dr		12,300	
	To Seela A/C			18,300
	(Being cash received and new bill drawn and accepted for balance amount plus interest)			
(C)	Cash/Bank A/C Dr		7933	
	Rebate A/C Dr		67	
	To Bills Receivable A/C			8,000
	(Being Bill retired one month before the due date)			
(D)	Ekant A/C Dr		3,050	
	To Bank A/C			3,050
	(Being bill discounted with bank dishonoured and noting charges paid by bank ₹ 50)			
	Total		62,950	62,950

Ans.5. In the Books of M/S Kunal and Tejas.

Date	Particulars	LF	Debit (₹)	Credit (₹)
2013				
March 31	Realisation A/C Dr		60,000	
	To Building A/C			20,000
	To Stock A/C			15,000
	To Debtors A/C			17,000
	To Bills Receivable A/C (Being Assets transferred to Realisation A/C)			8,000
March 31	Creditors A/C Dr		12,000	
	Bills Payable A/C Dr		15,000	
	To Realisation A/C (Being Liabilities transferred to realisation A/C)			27,000
March 31	Bank A/C Dr		70,000	
	To Realisation A/C (Being Assets Sold)			70,000
March 31	Realisation A/C Dr		2,000	
	To Bank A/C (Being Dissolution expenses paid)			2,000

March 31	Realisation A/c To Bank A/c (Being Creditors paid)	Dr	12,000	12,000
March 31	Realisation A/C	Dr	14,000	
	To Kunal's Capital A/C (Being bills payable agreed to be paid)			14,000
March 31	Tejas Loan A/C	Dr	11,000	
	To Bank A/C (Being Tejas Loan repaid along with interest)			11,000
March 31	Realisation A/C	Dr	1,000	
	To Tejas Loan A/C (Being Interest on loan transferred to realisation A/C)			1,000
March 31	Realisation A/C	Dr	8,000	
	To Tejas Capital A/C			4,000
	To Kunal Capital A/C (Being profit on realisation transferred to partner's capital A/C)			4,000
March 31	Tejas Capital A/C	Dr	19,000	
	Kunal Capital A/C	Dr	36,000	
	To Bank A/C (Being amount paid to partner's for final settlement of accounts)			55,000
	Total		2,60,000	2,60,000

Working Note:-

Realisation A/C

	60,000	27,000
	2,000	70,000
	12,000	
	1,000	
	14,000	
Kunal 4,000		
Tejas 4,000	8,000	
	97,000	97,000

Partner's Capital A/C

	T	K		T	K
				15,000	18,000
Bank	19,000	36,000			14,000
				4,000	4,000
	19,000	36,000		19,000	36,000

OR

Ans.5. In the books of M/S Global Iron Ltd.

Date	Particulars	LF	Debit	Credit
(1)	Bank A/C Dr		2,20,000	
	To Equity share application A/C (Being Application money Receives)			2,20,000
(2)	Equity Share Application A/C Dr		2,20,000	
	To Equity share capital A/C			2,00,000
	To Equity share allotment A/C			20,000
	(Being application money transferred to capital and excess money to be adjusted against allotment)			
(3)	Equity share allotment A/C Dr		1,50,000	
	To Equity share capital A/C			1,00,000
	To Securities Premium A/C (Being allotment money due and securities premium credited)			50,000
(4)	Bank A/C Dr		1,30,000	
	To Equity share allotment A/C (Being equity share allotment money received)			1,30,000
(5)	Equity share first call A/C Dr		1,50,000	
	To equity share capital A/C (Being first call money due)			1,50,000
(6)	Bank A/C Dr		1,49,100	
	Calls in arrears A/C Dr		900	
	To equity share call A/C (Being first call money received accept on 300 shares)			1,50,000
(7)	Equity share final call A/C Dr		50,000	
	To equity share capital A/C (Being final call money due)			50,000
(8)	Bank A/C Dr		49,700	
	Calls in arrears A/C Dr		300	
	To equity share final call A/C (Being final call money received accept on 300 shares)			50,000
(9)	Equity Share Capital A/C Dr		3,000	
	To calls in arrears A/C			1,200
	To share forfeiture A/C (Being 300 shares forfeited on non payment of call money)			1,800
(10)	Bank A/C Dr		2,700	
	Share forfeiture A/C Dr		300	
	To equity share capital A/C (Being shares received @ ₹ a)			3,000
(11)	Share forfeiture A/C Dr		1,500	
	To capital reserve A/C (Being profit on reissue transferred to capital reserve A/C)			1,500
	Total		11,27,500	11,27,500

Ans.6.

**In the books of M/S Chamber of Commerce.
Income & expenditure Account for the year ended 31/03/2013.**

Expenditure	₹	₹	Income	₹	₹
To Depreciation			By Subscription	47,000	
On furniture		8,100	(-) o/s of 11-12	<u>2,000</u>	
To salaries		8,500		45,000	
To Rent		7,000	(+) o/s of 12-13	<u>4,000</u>	49,000
To printing & stationery		180	By Sale of old newspaper		2,000
To postage & telegram		250	By Entrance Fees		500
To general Expense		390			
To excess of income over expenditure (surplus)		<u>27,080</u>			
		51,500			51,500

Balance sheet as on 31st March, 2013.

Liabilities	₹	₹	Assets	₹	₹
Capital Fund	1,8,5000		Furniture	37,000	
Add:- Excess of income			(+) Purchase	<u>15,800</u>	
Over expenditure	<u>27,080</u>	2,12,080		52,800	
			(-) Depreciation	<u>8,100</u>	44,700
			Building		2,80,000
Building Fund	1,50,000		Fixed Deposit in Bank of Baroda		10,000
Add:- Donation Received	<u>14,000</u>	1,64,000			
			o/s subscription		
			11-12	1,000	
			12-13	<u>4,000</u>	5,000
			Cash at bank		36,380
		3,76,080			3,76,080

Ans.7.

**In the books of M/S Seeta & Geeta.
Trading and Profit and loss A/C for the Year ended 31st March, 2015.**

Liabilities	₹	₹	Assets	₹	₹
To opening stock		20,000	By Sales	1,25,000	
To purchase	46,700		Less:- Returns	<u>1,500</u>	1,23,500
Less:- Returns	<u>2,800</u>	43,900			
To Carriage		8,000			
To wages & salaries		7,500	By closing stock		1,05,000
To gross Profit c/d		<u>1,49,100</u>			
		2,28,500			2,28,500
To Depreciation on			By Gross Profit b/d		<u>1,49,100</u>
Land & Building	3,600				
Furniture	4,125				
Plant & Machinery	<u>6,000</u>	<u>13,725</u>			
To Interest on Capital					
Seeta	5,880				
Geeta	<u>5,880</u>	<u>11,760</u>			
To Bad Debts	<u>3,000</u>				
Add:- R.D.D	<u>4,100</u>	7,100			
To Rent, rates & taxes	2,500				

Less:- Advance Rent	<u>1,000</u>	1,500			
To Conveyance		7,500			
To net Profit transferred to partner's Capital					
Seeta	<u>53,757</u>				
Gerta	<u>53,758</u>	1,07,515			
		1,49,100			1,49,100

Partner's Capital a/c

Dr.			Cr.		
Particulars	Seeta	Geeta	Particulars	Seeta	Geeta
			By Balance b/d	98,000	98,000
			By Interest on Capital	5,800	5,800
To Balance c/d	1,57,637	1,57,638	By Net Profit	53,757	53,758
	1,57,637	1,57,638		1,57,637	1,57,638

Balance Sheet as on 31 March 2015

Liabilities	₹	₹	Assets	₹	₹
Partner's Capital A/C			Plant & Machinery	40,000	
Seeta	1,57,637		Less:- Depreciation	<u>6,000</u>	34,000
Geeta	<u>1,57,638</u>	3,15,275	Furniture	55,000	
Creditors		87,450	Less:- Depreciation	<u>4,125</u>	50,875
Unpaid Wages		1,200	Bills Receivable		69,000
			Debtors	82,000	
			Less:- BDR	<u>4,100</u>	77,900
			Cash		18,750
			Land building	36,000	
			Less:- Depreciation	<u>3,600</u>	32,400
			Patents		15,000
			Closing Stock		1,05,000
			Prepaid Rent		1,000
		4,03,925			4,03,925