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Q. Set No.			Marking Scheme 2015-16 Accountancy (055) <b>Delhi – 67/1/2</b> Expected Answers / Value points				Distribution of marks										
67/1/1	67/1/2	67/1/3															
6	1	1	<b>Q. Nusrat and Sonu.....were fixed.</b> <b>Ans.</b> <p style="text-align: center;"><b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015 Mar 31</td> <td>Nusrat's Current A/c Dr. To Interest on Drawings A/c (Being Interest on drawings charged)</td> <td></td> <td style="text-align: right;">300</td> <td style="text-align: right;">300</td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2015 Mar 31	Nusrat's Current A/c Dr. To Interest on Drawings A/c (Being Interest on drawings charged)		300	300	<b>1 Mark</b>
Date	Particulars	LF	Dr (₹)	Cr (₹)													
2015 Mar 31	Nusrat's Current A/c Dr. To Interest on Drawings A/c (Being Interest on drawings charged)		300	300													
4	2	3	<b>Q. State the.....Redemption Reserve.</b>  <b>Ans.</b> According to the provisions of the Companies Act, 2013, the companies are required to create Debenture Redemption Reserve of <u>at least 25% of the face value of debentures before the redemption of debentures commences.</u>				<b>1 Mark</b>										
2	3	5	<b>Q. A, B and C..... C and D.</b>  <b>Ans.</b> A's share = 3/6 B's share = 2/6 – 1/16 = 26/96 C's share = 1/6 – 1/16 = 10/96 D's share = 1/8 } ½  Thus, the New Profit sharing ratio for A, B, C and D will be = 3/6: 26/96: 10/96: 1/8 = 24:13:5:6 } ½				<b>= 1 Mark</b>										
5	4	2	<b>Q. On 1-1-2016..... of the company.</b> <b>Ans.</b> <p style="text-align: center;"><b>Kamini Ltd.</b> <b>Journal</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Jan 1</td> <td>Bank A/c Dr. Calls in Arrears A/c Dr. To Equity Share first call A/c To Calls in advance A/c ( Being call money received except on 500 shares and received advance on 1,000 shares)</td> <td></td> <td style="text-align: right;">3,03,500 1,500</td> <td style="text-align: right;">3,00,000 5,000</td> </tr> </tbody> </table>				Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Jan 1	Bank A/c Dr. Calls in Arrears A/c Dr. To Equity Share first call A/c To Calls in advance A/c ( Being call money received except on 500 shares and received advance on 1,000 shares)		3,03,500 1,500	3,00,000 5,000	<b>1 Mark</b>
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3	5	4	<b>Q. Distinguish.....economic relationship'.</b>  <b>Ans.</b> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Basis</th> <th>Dissolution of partnership</th> <th>Dissolution of partnership firm</th> </tr> </thead> <tbody> <tr> <td>Economic relationship</td> <td>Economic relationship between the partners continues though in a changed form.</td> <td>Economic relationship between the partners comes to an end.</td> </tr> </tbody> </table>				Basis	Dissolution of partnership	Dissolution of partnership firm	Economic relationship	Economic relationship between the partners continues though in a changed form.	Economic relationship between the partners comes to an end.	<b>1 Mark</b>				
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Economic relationship	Economic relationship between the partners continues though in a changed form.	Economic relationship between the partners comes to an end.															

1	6	6	<p><b>Q. What is the.....firm.</b></p> <p><b>Ans.</b></p> <ul style="list-style-type: none"> <li>• Maximum number of partners : 50</li> <li>• Companies Act, 2013</li> </ul>	<p><math>\frac{1}{2} + \frac{1}{2}</math> =1 Mark</p>																														
-	7	-	<p><b>Q. VKR Ltd. ....9% premium.</b></p> <p><b>Ans.</b></p> <p><b>(a)</b></p> <p style="text-align: center;"><b>VKR Ltd.</b> <b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Mar 4</td> <td>Bank A/c Dr. To 9% Debenture Application &amp; Allotment A/c (Being application money received)</td> <td></td> <td>5,36,250</td> <td>5,36,250</td> </tr> <tr> <td>2016 Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Securities Premium Reserve A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued at premium of 10% and redeemable at premium of 6%)</td> <td></td> <td>5,36,250 29,250</td> <td>4,87,500 48,750 29,250</td> </tr> </tbody> </table> <p><b>(b)</b></p> <p style="text-align: center;"><b>VKR Ltd.</b> <b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2016 Mar 4</td> <td>Bank A/c Dr. To 9% Debenture Application &amp; Allotment A/c (Being application money received)</td> <td></td> <td>4,87,500</td> <td>4,87,500</td> </tr> <tr> <td>2016 Mar 4</td> <td>9% Debenture Application &amp; Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued at par , but redeemable at premium of 9%)</td> <td></td> <td>4,87,500 43,875</td> <td>4,87,500 43,875</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Mar 4	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		5,36,250	5,36,250	2016 Mar 4	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Securities Premium Reserve A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued at premium of 10% and redeemable at premium of 6%)		5,36,250 29,250	4,87,500 48,750 29,250	Date	Particulars	LF	Dr (₹)	Cr (₹)	2016 Mar 4	Bank A/c Dr. To 9% Debenture Application & Allotment A/c (Being application money received)		4,87,500	4,87,500	2016 Mar 4	9% Debenture Application & Allotment A/c Dr. Loss on Issue of Debentures A/c Dr. To 9 % Debentures A/c To Premium on Redemption of Debentures A/c (Being transfer of application money to debenture account issued at par , but redeemable at premium of 9%)		4,87,500 43,875	4,87,500 43,875	<p><math>\frac{1}{2}</math></p> <p>1</p> <p><math>\frac{1}{2}</math></p> <p>1</p> <p>=</p> <p>3 Marks</p>
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10	8	7	<p><b>Q. To provide employment.....to propagate.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>X Ltd.</b> <b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Bank A/c Dr. To Equity Share Application and allotment A/c (Being application &amp; allotment money received for 20,00,000 shares)</td> <td></td> <td>3,00,00,000</td> <td>3,00,00,000</td> </tr> <tr> <td></td> <td>Equity Share application and allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)</td> <td></td> <td>3,00,00,000</td> <td>75,00,000 1,87,50,000 37,50,000</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)		Bank A/c Dr. To Equity Share Application and allotment A/c (Being application & allotment money received for 20,00,000 shares)		3,00,00,000	3,00,00,000		Equity Share application and allotment A/c Dr. To Equity Share capital A/c To Bank A/c To Securities Premium Reserve A/c (Being share application and allotment money adjusted)		3,00,00,000	75,00,000 1,87,50,000 37,50,000	<p><math>\frac{1}{2}</math></p> <p><math>\frac{1}{2}</math></p>															
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			<p><b>Values ( Any Two):</b></p> <ol style="list-style-type: none"> <li>1. Providing employment opportunities.</li> <li>2. Development of backward areas.</li> <li>3. Helping the young people to undertake developmental activities.</li> <li>4. Promoting peace and harmony in the society.</li> </ol> <p><b>(Or Any other correct value)</b></p>	<p><b>1 X 2</b> = <b>3 Marks</b></p>																														
-	9	-	<p><b>Q. Samachar India Ltd..... books of Samachar India Ltd.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Samachar India Ltd.</b></p> <p style="text-align: center;"><b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Sundry Assets A/c To Sundry Liabilities A/c To News Ltd. A/c To Capital Reserve A/c ( Being Assets &amp; Liabilities acquired)</td> <td>Dr.</td> <td>14,00,000</td> <td>4,00,000 9,19,000 81,000</td> </tr> <tr> <td></td> <td>News Ltd. A/c To Bills Payable A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being promissory note issued and equity shares issued at a premium)</td> <td>Dr.</td> <td>9,19,000</td> <td>17,000 7,21,600 1,80,400</td> </tr> <tr> <td></td> <td></td> <td style="text-align: center;"><b>OR</b></td> <td></td> <td></td> </tr> <tr> <td></td> <td>News Ltd. A/c To Bills Payable A/c (Being promissory note issued)</td> <td>Dr.</td> <td>17,000</td> <td>17,000</td> </tr> <tr> <td></td> <td>News Ltd. A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being equity shares issued at a premium)</td> <td>Dr.</td> <td>9,02,000</td> <td>7,21,600 1,80,400</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)		Sundry Assets A/c To Sundry Liabilities A/c To News Ltd. A/c To Capital Reserve A/c ( Being Assets & Liabilities acquired)	Dr.	14,00,000	4,00,000 9,19,000 81,000		News Ltd. A/c To Bills Payable A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being promissory note issued and equity shares issued at a premium)	Dr.	9,19,000	17,000 7,21,600 1,80,400			<b>OR</b>				News Ltd. A/c To Bills Payable A/c (Being promissory note issued)	Dr.	17,000	17,000		News Ltd. A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being equity shares issued at a premium)	Dr.	9,02,000	7,21,600 1,80,400	<p><b>1 ½</b></p> <p><b>1 ½</b></p> <p><b>OR</b></p> <p><b>½</b></p> <p><b>1</b> = <b>3 Marks</b></p>
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8	10	9	<p><b>Q. State any three.....may arise.</b></p> <p><b>Ans.</b></p> <p>In addition to the stated circumstances, the need for the valuation of goodwill in partnership may arise in the following circumstances:</p> <ul style="list-style-type: none"> <li>• Change in the profit sharing ratio amongst the existing partners.</li> <li>• Dissolution of a firm involving sale of business as a going concern</li> <li>• Amalgamation of partnership firms.</li> </ul>	<p><b>1 x 3</b> = <b>3 Marks</b></p>																														
12	11	12	<p><b>Q. Vikas, Vishal and Vaibhav.....Vaibhav's Death.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Journal of Vikas, Vishal and Vaibhav</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2015</td> <td>Vikas's Capital A/c</td> <td>Dr.</td> <td>12,000</td> <td></td> </tr> <tr> <td>Dec. 31</td> <td>Vishal's Capital A/c To Vaibhav's Capital A/c (Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1)</td> <td>Dr.</td> <td>12,000</td> <td>24,000</td> </tr> </tbody> </table>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2015	Vikas's Capital A/c	Dr.	12,000		Dec. 31	Vishal's Capital A/c To Vaibhav's Capital A/c (Being Vaibhav share of goodwill adjusted in the capital A/c of the existing partners in their gaining ratio i.e. 1:1)	Dr.	12,000	24,000	<p><b>1</b></p>															
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			<p>Dec. 31 Vaibhav's Capital A/c Dr. 10,000 To Profit &amp; Loss A/c 10,000 (Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</p> <p style="text-align: center;"><b>OR</b></p> <p>Vikas's Capital A/c Dr. 20,000 Vishal's Capital A/c Dr. 20,000 Vaibhav's Capital A/c Dr. 10,000 To Profit &amp; Loss A/c 50,000 (Being Vaibhav's share in debit balance of Profit &amp; Loss A/c transferred)</p>						1																																																
			<p>Dec. 31 Profit &amp; Loss Suspense A/c Dr. 11,250 To Vaibhav's Capital A/c 11,250 (Being Vaibhav's share of profit upto the date of death transferred to his Capital A/c)</p>						1																																																
			<p>Dec. 31 Vaibhav's Capital A/c Dr. 4,05,250 To Vaibhav's executors' A/c 4,05,250 (Being amount due to Vaibhav transferred to his executors' A/c)</p>						1 = 4 Marks																																																
11	12	11	<p><b>Q. P and Q.....year ended 31-3-2015.</b> Ans.</p> <p style="text-align: center;"><b>Profit &amp; Loss Appropriation A/c of P, Q and R</b> <b>For the year ended 31<sup>st</sup> March 2015</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: left;">Dr.</th> <th colspan="2" style="text-align: right;">Cr.</th> </tr> <tr> <th style="width: 35%;">Particulars</th> <th style="width: 15%;">Amount (₹)</th> <th style="width: 35%;">Particulars</th> <th style="width: 15%;">Amount (₹)</th> </tr> </thead> <tbody> <tr> <td>To Partners' Capital A/c: (transfer of profit)</td> <td></td> <td>By Profit and loss A/c (net profit)</td> <td>4,00,000</td> </tr> <tr> <td>P - 2,18,750</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Less Deficiency- <u>15,000</u></td> <td>(1) 2,03,750</td> <td></td> <td></td> </tr> <tr> <td>Q- 1,31,250</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Less Deficiency- <u>10,000</u></td> <td>(1) 1,21,250</td> <td></td> <td></td> </tr> <tr> <td>R- 50,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Add from P 15,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>From Q <u>10,000</u></td> <td>(1) 75,000</td> <td></td> <td></td> </tr> <tr> <td></td> <td style="text-align: right;"><u>4,00,000</u></td> <td></td> <td style="text-align: right;"><u>4,00,000</u></td> </tr> </tbody> </table>						Dr.		Cr.		Particulars	Amount (₹)	Particulars	Amount (₹)	To Partners' Capital A/c: (transfer of profit)		By Profit and loss A/c (net profit)	4,00,000	P - 2,18,750				Less Deficiency- <u>15,000</u>	(1) 2,03,750			Q- 1,31,250				Less Deficiency- <u>10,000</u>	(1) 1,21,250			R- 50,000				Add from P 15,000				From Q <u>10,000</u>	(1) 75,000				<u>4,00,000</u>		<u>4,00,000</u>					= 4 Marks
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			<p>2015 Mar 31</p> <p>Statement of Profit and Loss Dr.</p> <p>To Loss on redemption of debenture A/c (Being Loss on redemption of debentures transferred to Statement of Profit and Loss)</p>		10,000	10,000		<p><math>\frac{1}{2}</math> = 2 marks</p>																																							
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Partner's Capital A/c									
Dr					Cr				
Particulars	A	B	C	D	Particulars	A	B	C	D
To Revaluation A/c	4,500	3,000	1,500	---	By Balance b/d	60,000	40,000	20,000	---
					By Bank A/c	-	-	-	29,400
To Balance c/d	81,000	44,000	22,000	29,400	By General Reserve A/c	10,500	7,000	3,500	---
					By premium for goodwill A/c	15,000	---	---	---
	<u>85,500</u>	<u>47,000</u>	<u>23,500</u>	<u>29,400</u>		<u>85,500</u>	<u>47,000</u>	<u>23,500</u>	<u>29,400</u>

**Balance Sheet of A, B, C and D  
as at 31<sup>st</sup> March 2015**

Liabilities	Amt (₹)	Assets	Amt (₹)
Creditors	81,000	Bank	61,400
Partners' Capitals:		Debtors	23,000
A	81,000	Investment	24,000
B	44,000	Machinery	29,000
C	22,000	Furniture & Fittings	10,000
D	<u>29,400</u>	Stock	1,10,000
	<u>1,76,400</u>		<u>2,57,400</u>
	<u>2,57,400</u>		<u>2,57,400</u>

17 OR  
16 OR  
16 OR

Q. X,Y and Z.....of the reconstituted firm.  
Ans.

Revaluation A/c			
Dr		Cr	
Particulars	Amt (₹)	Particulars	Amt (₹)
To Claim for workmen compensation A/c	4,000	By Provision for bad debts A/c	1,000
		By Partners' Capital A/c's: (transfer of loss)	
		X	1,500
		Y	900
		Z	<u>600</u>
	<u>4,000</u>		<u>4,000</u>

Partner's Capital A/c							
Dr				Cr			
Particulars	X (₹)	Y (₹)	Z (₹)	Particulars	X (₹)	Y (₹)	Z (₹)
To Revaluation A/c	1,500	900	600	By Balance b/d	50,000	40,000	20,000
To Y's Capital A/c	5,100	---	10,200	By Investment Fluctuation Fund	5,000	3,000	2,000
To Cash A/c	---	8,200	---	By Profit & Loss A/c	20,000	12,000	8,000
To Y's Loan A/c	---	61,200	---	By X's capital A/c	---	5,100	---
To X's Current A/c	15,840	---	---	By Z's Capital A/c	---	10,200	---
To Balance c/d	52,560	---	35,040	By Z's Current A/c	---	---	15,840
	<u>75,000</u>	<u>70,300</u>	<u>45,840</u>		<u>75,000</u>	<u>70,300</u>	<u>45,840</u>

**Balance Sheet of X,Y and Z  
As at 31<sup>st</sup> March 2015**

Liabilities		Amt (₹)	Assets		Amt (₹)
Partners' Capital :			Land & Building		62,000
1 X	52,560	1,76,400	Motor Van		20,000
1/2 Z	<u>35,040</u>		Investment		19,000
			Machinery		12,000
1/2 X's Current A/c			Stock		15,000
Y's Loan			Debtors	40,000	
Creditors			Less: Provision	<u>2,000</u>	38,000
1/2 Claim for Workmen			Cash		7,800
Compensation		4,000	Z's Current A/c		15,840
		<u>1,89,640</u>			<u>1,89,640</u>

1  
3  
=  
8 Marks

16 17 17

**Q. KS Ltd.....books of KS Ltd.  
Ans.**

**KS Ltd.  
Journal**

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
	Bank A/c Dr. To Equity Share Application A/c (Being application money received on shares)		12,80,000	12,80,000
	Equity Share Application A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Being application money transferred to share capital A/c)		12,80,000	4,80,000 1,60,000 3,20,000 3,20,000
	Equity Share Allotment A/c Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c (Being share allotment made due)		9,60,000	4,80,000 4,80,000
	Bank A/c Dr. To Equity Share Allotment a/c (Being allotment money received except on 800 shares)		6,36,800	6,36,800
	<b>OR</b>			
	Bank A/c Dr. Calls in Arrears A/c Dr. To Equity Share Allotment A/c (Being allotment money received except on 800 shares)		6,36,800 3,200	6,40,000
	Equity Share Capital A/c Dr. Securities Premium Reserve A/c Dr. To Shares Forfeited A/c To Equity Share Allotment A/c/ Calls in arrears A/c (Being 800 shares of Jain forfeited after allotment)		4,800 2,400	4,000 3,200

1/2  
1  
1/2  
1  
1



			Equity Share First & Final call A/c To Equity Share Capital A/c To Securities Premium Reserve A/c (Being first & final call due on 1,59,200 shares)	Dr.		9,55,200	6,36,800 3,18,400	½
			Bank A/c To Equity share First and Final call a/c (Being first & final call money received except on 800 shares)	Dr.		9,50,400	9,50,400	1
			<b>OR</b> Bank A/c Calls in arrears A/c To Equity Share First and Final call A/c (Being first & final call money received except on 800 shares)	Dr. Dr.		9,50,400 4,800	9,55,200	1
			Equity Share Capital A/c Securities Premium Reserve A/c To Shares Forfeited A/c To Equity Share first and final call /Calls in arrears A/c (Being 800 shares of Gupta forfeited)	Dr. Dr.		8,000 1,600	4,800 4,800	1
			Bank A/c Shares Forfeited A/c To Equity Share Capital A/c (Being 1000 shares reissued for ₹ 8 per share fully paid up)	Dr. Dr.		8,000 2,000	10,000	½
			Shares Forfeited A/c To Capital Reserve A/c (Being gain on reissue on forfeited shares transferred to capital reserve account)	Dr.		3,200	3,200	1 = 8 Marks

16 OR  
17 OR  
17 OR

Q.CG Ltd. Had.....blanks.  
Ans.

**CG Ltd.  
Journal**

Date	Particulars	LF	Dr. Amt (₹)	Cr. Amt (₹)
2015 Jan10	Bank A/c To Equity Share Application A/c (Amount received on application 70,000 shares @ ₹ 5 per share including premium)	Dr.	3,50,000	3,50,000
Jan16	Equity Share Application A/c To Equity Share Capital A/c To Securities Premium Reserve A/c To Bank A/c To Equity Share Allotment A/c (Transfer of application money to share capital, securities premium, money refunded for 8000 shares for rejected, applications and	Dr.	3,50,000	1,50,000 1,00,000 40,000 60,000

½  
  
1

			balance adjusted towards amount due on allotment as shares were allotted on pro rata basis)						
		Jan31	<b>Equity Share allotment A/c</b> Dr. <b>To Equity Share Capital A/c</b> (Amount due on allotment @ ₹ 4 per share)		<b>2,00,000</b>		<b>2,00,000</b>		$\frac{1}{2}$
		Feb20	<b>Bank A/c</b> Dr. <b>To Equity share allotment a/c</b> (Balance amount received on allotment)		<b>1,40,000</b>		<b>1,40,000</b>		1
		Apr01	<b>Equity share first and final call A/c</b> Dr. <b>To Equity share Capital A/c</b> (First and final call money due)		<b>1,50,000</b>		<b>1,50,000</b>		1
		Apr20	<b>Bank A/c</b> Dr. Calls in arrears A/c Dr. <b>To Equity Share first and final call A/c</b> (Money received on first and final call )		<b>1,48,500</b> 1,500		<b>1,50,000</b>		1
		Aug27	<b>Equity Share capital A/c</b> Dr. <b>To Forfeited Shares A/c</b> <b>To Calls in arrears A/c</b> (Forfeited the shares on which call money was not received)		<b>5,000</b>		<b>3,500</b> <b>1,500</b>		1
		Oct03	<b>Bank A/c</b> Dr. <b>Forfeited Shares A/c</b> Dr. <b>To Equity Share Capital A/c</b> (Re-issued the forfeited shares @ ₹ 8 per share fully paid up))		<b>4,000</b> <b>1,000</b>		<b>5,000</b>		1
		2016 Mar31	<b>Shares Forfeited A/c</b> Dr. <b>To Capital Reserve A/c</b> <b>(Being gain on reissue on forfeited shares transferred to capital reserve account)</b>		<b>2,500</b>		<b>2,500</b>		1 = 8 Marks

**PART B**  
**(Financial Statements Analysis)**

19	18	19	<b>Q. Give the meaning.....Cash flow statement.</b> <b>Ans.</b> Cash Equivalents are short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.						= 1 Mark
18	19	18	<b>Q. 'An enterprise.....Cash flow statement.</b> <b>Ans.</b> <ul style="list-style-type: none"> <li>• Yes, the statement is correct.</li> <li>• Operating Activity</li> </ul>						$\frac{1}{2}$ $\frac{1}{2}$ = 1 Mark
-	20	-	<b>Q. (a) One of the..... of this analysis.</b> <b>Ans.</b> <b>(a) Objectives of 'Financial Statements Analysis': (Any two)</b> (i) <u>Assessing the earning capacity or profitability</u> of the firm as a whole as well as its different departments so as to judge the financial health of the firm. (ii) <u>Assessing the managerial efficiency</u> by using financial ratios. (iii) <u>Identifying the reasons for change in the financial position</u> of the enterprise (iv) Assessing their own performance as well as of others through <u>inter firm comparison</u> . (v) Assessing developments in future by <u>forecasting and preparing budgets</u> .						1x2

			<p>(vi) <u>Ascertain the relative importance of different components of the financial position of the firm.</u></p> <p>(vii) <u>Understanding complicated matter in a simplified manner.</u></p> <p><b>Q. (b) Name any two..... Companies Act 2013.</b>  <b>Ans. (b)</b></p> <p><b>Other Current Liabilities ( Any Two)</b></p> <p>(i) Unpaid Dividend  (ii) Interest accrued and due on borrowings  (iii) Interest accrued but not due on borrowings  (iv) Income received in advance  (v) Calls in advance  (vi) Interest on calls in advance  (vii) Current maturities of long term debts  (viii) Application money received for allotment of securities and due for refund and interest due there on.  (ix) Unpaid matured deposits and interest accrued there on.  (x) Unpaid matured debentures and interest accrued thereon.  (xi) Other payables(outstanding expenses, provident fund payable, ESI payable, CST payable, VAT payable etc.)</p> <p><b>Other Current Assets (Any two)</b></p> <p>(i) Prepaid expenses  (ii) Accrued incomes  (iii) Advance Taxes  (iv) Unamortised expenses/losses (to be written off within 12 months from the date of balance sheet)</p>	<p>½ x 2</p> <p>½ x 2</p> <p>=</p> <p><b>4 Marks</b></p>
-	21	-	<p><b>Q. (a) What is meant .....of business?</b>  <b>Ans. (a)</b>  Liquidity of business refers to the firm’s ability to meet its current obligations/short term liabilities.</p> <p><b>Q. (b) From the following.....Operating ratio.</b>  <b>Ans.</b></p> <p>Operating Ratio = <math>\frac{\text{Cost of Revenue from operations} + \text{Operating Expenses}}{\text{Revenue from Operations}} \times 100</math></p> <p>Operating Expenses = Selling Expenses + Administrative expenses  = ₹ 1,44,000 + ₹ 73,000  = ₹ 2,17,000</p> <p>Cost of Revenue from operations = ₹ 6,80,000 x 100/125  = ₹ 5,44,000</p> <p>Operating Ratio = <math>\frac{\text{₹ 5,44,000} + \text{₹ 2,17,000}}{\text{₹ 6,80,000}} \times 100</math>  = 111.91%</p>	<p>2</p> <p>½</p> <p>1</p> <p>½</p> <p>=</p> <p><b>4 Marks</b></p>
22	22	22	<p><b>Q. Following is the.....to the society.</b>  <b>Ans.</b></p>	

**COMPARATIVE STATEMENT OF PROFIT & LOSS**  
For the years ended 31<sup>st</sup> March 2014 and 2015

Particulars	Note No.	2013-14 (₹)	2014-15 (₹)	Absolute Change	Percentage Change (%)
(i) Revenue from Operations		20,00,000	25,00,000	5,00,000	25
(ii) Add: other income		5,00,000	1,00,000	(4,00,000)	(80)
(iii) Total Revenue (i)+(ii)		25,00,000	26,00,000	1,00,000	4
(iv) Less: Expenses					
Employee Benefit Expenses		12,50,000	15,60,000	3,10,000	24.87
Other Expenses		2,50,000	1,56,000	(94,000)	(37.6)
Total Expenses		15,00,000	17,16,000	2,16,000	14.4
(v) Profit before Tax (iii)-(iv)		10,00,000	8,84,000	(1,16,000)	(11.6)
(vi) Less: Tax		4,00,000	4,42,000	42,000	10.5
(vii) Profit after tax		6,00,000	4,42,000	(1,58,000)	(26.33)

**Values (any two):**

1. Promoting environment friendly ways of supplying energy
2. Development of rural areas
3. Infrastructural development in rural areas to increase accessibility
4. Promoting use of indigenous resources
5. Providing employment opportunities

(or any other correct value)

1

1

1

½ + ½

=

**4 Marks**

23    23    23    Q. Following is the.....prepare a Cash flow Statement.  
Ans.

**Cash flow statement of KK Ltd.**  
**For the year ended 31<sup>st</sup> March 2015 as per AS-3 (Revised)**

Particulars	Details (₹)	Amount (₹)
<b><u>A. Cash Flows from Operating Activities:</u></b>		
Net Profit before tax & extraordinary items (note 1)	6,00,000	
<b><u>Add: Non cash and non-operating charges</u></b>		
Goodwill written off	20,000	
Depreciation on machinery	1,98,000	
Interest on debentures	<u>1,20,000</u>	
<i>Operating profit before working capital changes</i>	9,38,000	
<b><u>Less: Increase in Current Assets</u></b>		
Increase in stock in trade	<u>(1,24,000)</u>	
<i>Cash from operations</i>	8,14,000	
Less: tax paid	<u>(1,40,000)</u>	
Net Cash generated from Operating Activities		<b>6,74,000</b>
<b><u>B. Cash flows from Investing Activities :</u></b>		
Purchase of machinery	(7,64,000)	
Purchase of non current investments	<u>(50,000)</u>	
Net Cash used in investing activities		<b>(8,14,000)</b>
<b><u>C. Cash flows from Financing Activities:</u></b>		
Issue of share capital	2,00,000	
Redemption of 12% debentures	(1,00,000)	
Interest on debentures paid	(1,20,000)	
Bank overdraft raised	<u>2,00,000</u>	
Net Cash flow from financing activities		<b><u>1,80,000</u></b>
Net increase in cash & cash equivalents (A+B+C)		<b>40,000</b>
<b><u>Add: Opening balance of cash &amp; cash equivalents</u></b>		
Current Investments	1,20,000	
Cash and Cash Equivalents	<u>1,20,000</u>	
		<b><u>2,40,000</u></b>
Closing Balance of cash & cash equivalents		
Current Investments	1,00,000	
Cash and Cash Equivalents	<u>1,80,000</u>	
		<b><u>2,80,000</u></b>

**Notes:**

**Calculation of Net Profit before tax:**

Net profit as per statement of Profit & Loss	5,00,000
Add: Provision for tax made	<u>1,00,000</u>
Net Profit before tax & extraordinary items	<u>6,00,000</u>

**Provision for tax A/c**

Particulars	₹	Particulars	₹
To Bank A/c	1,40,000	By Balance b/d	1,80,000
(Tax Paid)		By Statement of P/L	1,00,000
To balance c/d	1,40,000	(Bal fig.)	
	<b><u>2,80,000</u></b>		<b><u>2,80,000</u></b>

1 ½

+

1

+

2

+

½

+

1  
=  
6 Marks

<b>PART C</b> <b>(Computerized Accounting)</b>				
19	18	18	<p><b>Q. What is the purpose of normalization?</b></p> <p><b>Ans.</b> The process of removing data redundancy is known as Normalisation. There are two goals of the normalisation process: eliminating redundant data (for example, storing the same data in more than one table). Both of these are worthy goals as they reduce the amount of space a database consumes and ensure that data is logically stored. There are several benefits for using Normalization in Database.</p>	<b>1 Mark</b>
18	19	19	<p><b>Q. What is meant by 'Key field'?</b></p> <p><b>Ans.</b> The common field used in a relationship table is known as key field.</p>	<b>1 mark</b>
22	20	21	<p><b>Q. State any four.....Accounting System.</b></p> <p><b>Ans.</b> Following are the advantages of computerized accounting system (<b>any four</b>):</p> <ol style="list-style-type: none"> <li>1. Timely generation of reports and information in desired format.</li> <li>2. Efficient record keeping.</li> <li>3. Ensures effective control over the system.</li> <li>4. Economy in the processing of accounting data.</li> <li>5. Conditionality of data is maintained.</li> </ol>	<b>1 X 4 = 4 Marks</b>
20	21	22	<p><b>Q. Explain any four.....Profit &amp; Loss.</b></p> <p><b>Ans.</b> Any four of the following:</p> <ol style="list-style-type: none"> <li>1. Sales Account</li> <li>2. Purchase Account</li> <li>3. Direct Income</li> <li>4. Indirect Income</li> <li>5. Direct Expenses</li> <li>6. Indirect Expenses</li> </ol> <p>(With appropriate on computerized accounting due to following explanation)</p>	<b>1 X 4 = 4 Marks</b>
21	22	20	<p><b>Q. Internal manipulation.....accounting. How?</b></p> <p><b>Ans.</b> Internal manipulation of accounting records is much easier due to following reasons:</p> <ul style="list-style-type: none"> <li>• Defective logical sequence at programming stage.</li> <li>• Prone to hacking. (with example and explanation)</li> </ul>	<b>2 X 2 = 4 Marks</b>
-	23	-	<p><b>Q. On the basis.....per month.</b></p> <p><b>Ans.</b></p> <ol style="list-style-type: none"> <li>1. = E11XF11/30 Where E11 is basic pay and F11 is number of effective working days which are 27 in this case.</li> <li>2. =G11X40% Where G11 is the basic pay earned in part 1</li> <li>3. = IF(C11="Nsup",G11X15%,IF(C11="Sup"X25%,0))</li> <li>4. =IF(C11"Nsup",500,IF(C11="Sup",1000.0))</li> </ol>	<b>1 ½ X 4 = 6 Marks</b>