

67 /1 /1	67 /1 /2	67 /1 /3	<p align="center"><b>Marking Scheme 2019-20</b></p> <p align="center"><b>Accountancy (055)</b></p> <p align="center"><b>Delhi- 67/1/1</b></p> <p align="center"><b>Expected Answers/ Value Points</b></p>	<b>Marks</b>
1	-	-	<p><b>Q. In case the partners' capitals are fixed .....</b></p> <p><b>Ans.</b> Partners' Capital Accounts</p>	<b>1 mark</b>
2	-	-	<p><b>Q. Meera, Myra and Neera.....</b></p> <p><b>Ans. (A) /</b> ₹18,000, ₹18,000 and ₹9,000</p>	<b>1 mark</b>
3	12	8	<p><b>Q. Mona and Tina were.....</b></p> <p><b>Ans. (B) /</b> Debited to Revaluation Account</p>	<b>1 mark</b>
4	11	4	<p><b>Q. Diya, Riya and Tiya were partners.....</b></p> <p><b>Ans.</b> 9/20</p>	<b>1 mark</b>
5	-	-	<p><b>Q. X and Y were partners in a firm.....</b></p> <p><b>Ans.</b> 3:1</p>	<b>1 mark</b>
6	10	13	<p><b>Q. Name an item that is never shown.....</b></p> <p><b>Ans. <u>Any one</u> of the following-</b></p> <ul style="list-style-type: none"> <li>▪ Loss on sale of fixed assets</li> <li>▪ Depreciation</li> <li>▪ Outstanding expenses at the end</li> <li>▪ Prepaid expenses in the beginning of the year</li> </ul> <p align="center"><b>(Or any other correct item)</b></p>	<b>1 mark</b>

7	-	-	<b>Q. A, B and C were partners.....</b>  <b>Ans. (A) / ₹72,000</b>	<b>1 mark</b>
8	9	6	<b>Q. Rahul, Sahil and Jatin.....</b>  <b>Ans. Sahil's new Capital = ₹3,60,000</b> <b>Jatin's new Capital = ₹2,40,000</b>	$\frac{1}{2}$ mark + $\frac{1}{2}$ mark = <b>1 mark</b>
9	13	3	<b>Q. Sun and Star were.....</b>  <b>Ans. (B) / ₹2,80,000</b>	<b>1 mark</b>
10	8	9	<b>Q. Rohan, Mohan and Sohan were.....</b>  <b>Ans. (D) / Credited to Bank Account</b>	<b>1 mark</b>
11	6	12	<b>Q. Excess of issue.....</b>  <b>Ans. Premium</b>	<b>1 mark</b>
12	4	10	<b>Q. Which of the.....</b>  <b>Ans. (C) / It can be used for writing off capital losses</b>	<b>1 mark</b>
13	3	11	<b>Q. Name an item which.....</b>  <b>Ans. Any one of the following-</b> <ul style="list-style-type: none"> <li>▪ Provision for doubtful debts</li> <li>▪ Investment fluctuation fund</li> <li>▪ Accumulated depreciation</li> </ul> <p style="text-align: center;"><b>(Or any other correct item)</b></p>	<b>1 mark</b>
14	14	14	<b>Q. How would the following..... a sports club?</b>	

**Ans.**

**Income & Expenditure A/c of a Sports Club**

Dr for the year ended..... Cr

Expenditure	Amount (₹)	Income	Amount (₹)
To Match expenses	64,000		

½ mark

**Sports Club**

**Balance sheet (An extract)**

as at....

Liabilities	Amount (₹)	Assets	Amount (₹)
Prize fund 44,000		Prize fund investment	44,000
+ Interest on Prize			
Fund Investment 6,000			
Less Prizes awarded (46,000)	4,000		

½ x 5

=

2 ½

marks

=

½ + 2½

=

3 marks

**OR**

**OR**

**Q. From the following information of a charitable dispensary.....**

**Ans.**

Dr **Stock of Medicines A/c** Cr

Particulars	Amount (₹)	Particulars	Amount (₹)
To Balance b/d	60,000	<b>By Income and</b>	3,72,500
To Cash A/c	46,500	<b>Expenditure A/c-</b>	
		<b>medicines consumed</b>	
To Creditors A/c	2,76,000	By Balance c/d	10,000
	<u>3,82,500</u>		<u>3,82,500</u>

1 mark  
for the  
amount to  
be  
transferred  
to Income  
&  
Expenditure  
A/c  
+  
½ mark  
each for  
the  
remaining  
items.  
=  
3 marks

			<p>Alternatively:</p> <p>Calculation of Amount of Medicines Consumed = Opening Stock of Medicines + Purchases (Cash +Credit) - Closing Stock of Medicines</p> <p>= ₹60,000+ (₹2,76,000+₹46,500) -₹10,000...1/2 mark each=1/2 x 4= 2 marks</p> <p>= ₹3,72,500.....1 mark</p>																																					
15	17	15	<p><b>Q. Ram, Mohan and Sohan were.....</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Journal</b></p> <table><tr><th>Date</th><th>Particulars</th><th>Dr. Amount (₹)</th><th>Cr. Amount (₹)</th></tr><tr><td></td><td>Ram’s Capital A/c Dr.</td><td>180</td><td></td></tr><tr><td></td><td>Sohan’s Capital A/c Dr.</td><td>630</td><td></td></tr><tr><td></td><td style="text-align: right;">To Mohan’s Capital A/c</td><td></td><td>810</td></tr><tr><td></td><td>(Adjustment entry for interest on drawings wrongly charged)</td><td></td><td></td></tr></table> <p>Working Notes:</p> <p style="text-align: center;"><b>Adjustment Table</b></p> <table><tr><th>Particulars</th><th>Ram (₹)</th><th>Mohan (₹)</th><th>Sohan (₹)</th></tr><tr><td>Interest on drawings, wrongly debited</td><td>1080</td><td>1440</td><td>-</td></tr><tr><td>Loss to be debited</td><td>(1260)</td><td>(630)</td><td>(630)</td></tr><tr><td>Net Effect</td><td>180 (Dr.)</td><td>810 (Cr.)</td><td>630 (Dr.)</td></tr></table> <p>(Note: If an examinee has used any other method to calculate the Net effect correctly full credit be given)</p>	Date	Particulars	Dr. Amount (₹)	Cr. Amount (₹)		Ram’s Capital A/c Dr.	180			Sohan’s Capital A/c Dr.	630			To Mohan’s Capital A/c		810		(Adjustment entry for interest on drawings wrongly charged)			Particulars	Ram (₹)	Mohan (₹)	Sohan (₹)	Interest on drawings, wrongly debited	1080	1440	-	Loss to be debited	(1260)	(630)	(630)	Net Effect	180 (Dr.)	810 (Cr.)	630 (Dr.)	<p><b>1 mark</b></p> <p>+</p> <p><b>3 marks</b></p> <p>=</p> <p><b>4 marks</b></p>
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OR

OR

**Q. Yadu, Vidu and Radhu were partners in a firm sharing.....**

**Ans.**

**Dr Profit & Loss appropriation A/c for the year ended 31<sup>st</sup> March, 2019 Cr**

Particulars	Amount (₹)	Particulars	Amount (₹)
To Interest on Capital $\frac{1}{2}$		By Profit & Loss A/c –Net Profit	2,53,000
Yadu's current A/c 54,000		b/d $\frac{1}{2}$	
Vidu's current A/c 30,000		By Interest on Drawings $\frac{1}{2}$	
Radhu's current A/c <u>24,000</u>	1,08,000	Yadu's current A/c 3,200	
		Vidu's current A/c 2,800	
To Profit transferred to $\frac{1}{2}$		Radhu's current A/c <u>2,000</u>	8,000
Yadu's current A/c 61,200			
Vidu's current A/c 45,900			
Radhu's current A/c <u>45,900</u>	153,000		
	2,61,000		2,61,000

**4 marks**

16

-

-

**Q. Furkan, Tanmay and Barkat..... above transactions.**

**Ans.**

**Journal**

Date	Particulars	Dr Amount (₹)	Cr Amount (₹)
	Furkan's capital A/c Dr.	24,000	
	Barkat's capital A/c Dr.	8,000	
	To Tanmay's capital A/c (Tanmay's share of goodwill adjusted)		32,000
	Profit & Loss suspense A/c Dr.	8,667	
	To Tanmay's capital A/c (Share of Profit for the year credited to deceased Partner's Capital A/c)		8,667

**1 x 4  
=  
4 marks**

			<table><tr><td>Tanmay's capital A/c</td><td>Dr.</td><td>8,40,667</td><td></td></tr><tr><td>To Tanmay's Executor's/ Tanmay's Executor's Loan A/c</td><td></td><td></td><td>8,40,667</td></tr><tr><td colspan="4">(Deceased Partner's Capital Balance transferred to Executor's A/c)</td></tr></table>	Tanmay's capital A/c	Dr.	8,40,667		To Tanmay's Executor's/ Tanmay's Executor's Loan A/c			8,40,667	(Deceased Partner's Capital Balance transferred to Executor's A/c)																																												
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17	15	17	<b>Q. Raunit Styles Ltd. was..... Schedule III of the Companies Act, 2013.</b>  <b>Ans.</b>  <b>Balance Sheet as per Schedule III of Companies Act, 2013</b> <table><tr><td>Particulars</td><td>Note No.</td><td>Current year year (₹)</td><td>Previous year year (₹)</td></tr><tr><td>I. Equity &amp; Liabilities</td><td></td><td></td><td></td></tr><tr><td>Shareholders' Funds</td><td></td><td></td><td></td></tr><tr><td>(a) Share Capital</td><td>1</td><td>40,68,000</td><td></td></tr></table> <b>Notes to Accounts</b> <table><tr><td>Note No.</td><td>Particulars</td><td>Amount (₹)</td></tr><tr><td>I.</td><td><b><u>SHARE CAPITAL</u></b></td><td></td></tr><tr><td></td><td><b><u>Authorized Capital</u></b></td><td></td></tr><tr><td></td><td>85,000 equity shares of ₹100 each</td><td><u>85,00,000</u></td></tr><tr><td></td><td><b><u>Issued Capital</u></b></td><td></td></tr><tr><td></td><td>45,000 equity share of ₹100 each</td><td><u>45,00,000</u></td></tr><tr><td></td><td><b><u>Subscribed Capital</u></b></td><td></td></tr><tr><td></td><td><b><u>Subscribed and Fully paid</u></b></td><td></td></tr><tr><td></td><td>38,700 equity share of ₹100 each</td><td>38,70,000</td></tr><tr><td></td><td>Add Forfeited shares A/c (3,300x ₹60)</td><td><u>1,98,000</u></td></tr><tr><td></td><td></td><td><u>40,68,000</u></td></tr><tr><td></td><td></td><td><u>40,68,000</u></td></tr></table>	Particulars	Note No.	Current year year (₹)	Previous year year (₹)	I. Equity & Liabilities				Shareholders' Funds				(a) Share Capital	1	40,68,000		Note No.	Particulars	Amount (₹)	I.	<b><u>SHARE CAPITAL</u></b>			<b><u>Authorized Capital</u></b>			85,000 equity shares of ₹100 each	<u>85,00,000</u>		<b><u>Issued Capital</u></b>			45,000 equity share of ₹100 each	<u>45,00,000</u>		<b><u>Subscribed Capital</u></b>			<b><u>Subscribed and Fully paid</u></b>			38,700 equity share of ₹100 each	38,70,000		Add Forfeited shares A/c (3,300x ₹60)	<u>1,98,000</u>			<u>40,68,000</u>			<u>40,68,000</u>	<b>1 mark</b>  <
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18	-	-	<p><b>Q. Pass the necessary journal entries for.....</b></p> <p><b>Ans</b></p> <p style="text-align: center;"><b>Journal</b></p> <table><tr><th>Date</th><th>Particulars</th><th>Dr Amount (₹)</th><th>Cr Amount (₹)</th></tr><tr><td></td><td>(i) Realisation A/c Dr. To Cash A/c (Amount paid for settlement of liability)</td><td>3,000</td><td>3,000</td></tr><tr><td></td><td>(ii) Tony's Capital A/c Dr. Rony's Capital A/c Dr. To Realisation A/c (Investments taken over by Partners)</td><td>1,200 800</td><td>2,000</td></tr><tr><td></td><td>(iii) No Entry</td><td></td><td></td></tr><tr><td></td><td>(iv) Rony's Capital A/c Dr. To Cash A/c (Realization expense to be borne by Rony, paid by firm)</td><td>4,000</td><td>4,000</td></tr></table>	Date	Particulars	Dr Amount (₹)	Cr Amount (₹)		(i) Realisation A/c Dr. To Cash A/c (Amount paid for settlement of liability)	3,000	3,000		(ii) Tony's Capital A/c Dr. Rony's Capital A/c Dr. To Realisation A/c (Investments taken over by Partners)	1,200 800	2,000		(iii) No Entry				(iv) Rony's Capital A/c Dr. To Cash A/c (Realization expense to be borne by Rony, paid by firm)	4,000	4,000	<p><b>1 x 4</b> <b>=</b> <b>4 marks</b></p>
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19	-	-	<p><b>Q. From the following Receipts.....ending 31<sup>st</sup> March, 2019:</b></p> <p><b>Ans.</b></p>																					

			<div><div>Dee Club</div><div>Dr. Income &amp; Expenditure A/c for the year ended 31<sup>st</sup> March 2019</div><div>Cr.</div><table><thead><tr><th>Expenditure</th><th>Amount (₹)</th><th>Income</th><th>Amount (₹)</th></tr></thead><tbody><tr><td>To Salaries 42,500</td><td></td><td>By Subscription</td><td>60,000</td></tr><tr><td>+ O/s for (2018-19) 4,250</td><td></td><td></td><td></td></tr><tr><td>- O/s for (2017-18) (3,150)</td><td>43,600</td><td>By Interest on</td><td></td></tr><tr><td></td><td></td><td>Investment 650</td><td></td></tr><tr><td>To Printing &amp; Stationery</td><td>21,500</td><td>+ Accrued</td><td></td></tr><tr><td></td><td></td><td>interest 160</td><td>810</td></tr><tr><td>To Depreciation on furniture</td><td>750</td><td></td><td></td></tr><tr><td>To Loss on sale of old furniture</td><td>300</td><td>By Excess of</td><td></td></tr><tr><td></td><td></td><td>Expenditure over</td><td></td></tr><tr><td></td><td></td><td>Income- Deficit</td><td>5,340</td></tr><tr><td></td><td>66,150</td><td></td><td>66,150</td></tr></tbody></table></div>	Expenditure	Amount (₹)	Income	Amount (₹)	To Salaries 42,500		By Subscription	60,000	+ O/s for (2018-19) 4,250				- O/s for (2017-18) (3,150)	43,600	By Interest on				Investment 650		To Printing & Stationery	21,500	+ Accrued				interest 160	810	To Depreciation on furniture	750			To Loss on sale of old furniture	300	By Excess of				Expenditure over				Income- Deficit	5,340		66,150		66,150	<div>2 marks for Salaries + 1 mark for Subscription and Interest + Remaining Items for ½ mark each = 6 marks</div>
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			Debenture Application A/c Dr. 1,00,00,000 To 8% Debentures A/c 1,00,00,000 (Amount received on application transferred to Debentures A/c)		½ mark
			Debenture Allotment A/c Dr. 88,00,000 Loss on issue of debentures A/c Dr. 32,00,000 To 8% Debentures A/c 1,00,00,000 To Premium on redemption of debentures A/c 20,00,000 (Allotment of 8% debentures at a discount, redeemable at a premium)		1 mark
			<u>Alternatively</u> Debenture Allotment A/c Dr. 88,00,000 Discount on issue of debentures A/c Dr. 12,00,000 Loss on issue of debentures A/c Dr. 20,00,000 To 8% Debentures A/c 1,00,00,000 To Premium on redemption of debentures A/c 20,00,000 (Allotment of 8% debentures at a discount, redeemable at a premium)		
			Bank A/c Dr. 88,00,000 To Debenture Allotment A/c 88,00,000 (Amount due on allotment received)		1 mark = 3 marks = 3+3 = 6 marks
			OR		
			Q. Mahesh Ltd. had ..... interest on debentures.		

			<div><div><div>Ans.</div><div>Mahesh Ltd.</div><div>Journal</div></div><table><thead><tr><th>Date</th><th>Particulars</th><th>Dr. Amount (₹)</th><th>Cr. Amount (₹)</th></tr></thead><tbody><tr><td>2018 Mar 31</td><td>Surplus i.e. Balance in Statement Profit &amp; Loss A/c Dr. To Debenture Redemption Reserve A/c (Debenture Redemption Reserve created out of profits)</td><td>60,000</td><td>60,000</td></tr><tr><td>April 1- 30</td><td>Debenture Redemption Investment A/c Dr. To Bank (Debenture Redemption Investments purchased)</td><td>1,20,000</td><td>1,20,000</td></tr><tr><td>2019 March 31</td><td>Bank A/c Dr. To Debenture Redemption Investment A/c (Debenture Redemption Investments realised)</td><td>1,20,000</td><td>1,20,000</td></tr><tr><td>March 31</td><td>10% Debenture A/c Dr. To Debenture holders' A/c (Amount payable to Debenture holders on redemption)</td><td>8,00,000</td><td>8,00,000</td></tr><tr><td>March 31</td><td>Debenture holders' A/c Dr. To Bank A/c (Payment made to Debenture holders)</td><td>8,00,000</td><td>8,00,000</td></tr><tr><td>March 31</td><td>Debenture Redemption Reserve A/c Dr. To General Reserve A/c (Proportionate amount of Debenture Redemption Reserve transferred to General Reserve)</td><td>2,00,000</td><td>2,00,000</td></tr></tbody></table><div>Note: No marks have been allotted for transfer of Debenture Redemption Reserve to General Reserve</div></div>	Date	Particulars	Dr. Amount (₹)	Cr. Amount (₹)	2018 Mar 31	Surplus i.e. Balance in Statement Profit & Loss A/c Dr. To Debenture Redemption Reserve A/c (Debenture Redemption Reserve created out of profits)	60,000	60,000	April 1- 30	Debenture Redemption Investment A/c Dr. To Bank (Debenture Redemption Investments purchased)	1,20,000	1,20,000	2019 March 31	Bank A/c Dr. To Debenture Redemption Investment A/c (Debenture Redemption Investments realised)	1,20,000	1,20,000	March 31	10% Debenture A/c Dr. To Debenture holders' A/c (Amount payable to Debenture holders on redemption)	8,00,000	8,00,000	March 31	Debenture holders' A/c Dr. To Bank A/c (Payment made to Debenture holders)	8,00,000	8,00,000	March 31	Debenture Redemption Reserve A/c Dr. To General Reserve A/c (Proportionate amount of Debenture Redemption Reserve transferred to General Reserve)	2,00,000	2,00,000	<div>2 mark</div> <div>1 mark</div> <div>1 mark</div> <div>1 mark</div> <div>1 mark</div> <div>=</div> <div>6 marks</div>
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21	22	21	Q. Badal and Bijli were partners..... Badal, Bijli and Raina.																													

**Ans.**

Dr.		Revaluation A/c		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)		
To Building	15,000	By Loss on Realisation tfd to:			
To Stock	3,000	Badal's Current A/c	12,000		
To Provision for Bad Debts	2,000	Bijli's Current A/c	8,000	20,000	
	<u>20,000</u>			<u>20,000</u>	

**2 marks**

Dr.				Partners Capital Accounts				Cr.			
Particulars	Badal (₹)	Bijli (₹)	Raina (₹)	Particulars	Badal (₹)	Bijli (₹)	Raina (₹)				
To Badal's Current A/c	30,000	-	-	By balance b/d	1,50,000	90,000	-				
To Bijli's Current A/c	-	10,000	-	By Cash A/c			40,000				
To Balance c/d	1,20,000	80,000	40,000								
	<u>1,50,000</u>	<u>90,000</u>	<u>40,000</u>		<u>1,50,000</u>	<u>90,000</u>	<u>40,000</u>				

**2 ½ marks**

Dr.			Partners Current Accounts			Cr.		
Particulars	Badal (₹)	Bijli (₹)	Particulars	Badal (₹)	Bijli (₹)			
To Balance b/d	-	2,000	By Balance b/d	12,000	-			
To Revaluation A/c	12,000	8,000	By Premium for Goodwill A/c	7,200	4,800			
To Balance c/d	51,600	14,400	By Investment Fluctuation Reserve	14,400	9,600			
			By Badal's Capital A/c	30,000				
			By Bijli's Capital A/c	-	10,000			
	<u>63,600</u>	<u>24,400</u>		<u>63,600</u>	<u>24,400</u>			

**3 ½ marks**

**=  
8 marks**

**OR**

**OR**

**Q. Prem, Kumar and Aarti were..... the reconstituted firm.**

**Ans.**

Dr.		Revaluation A/c		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)		
To Creditors	7000	By Stock	1,000		
To Gain on Revaluation		By Building	7,000		
transferred to:		By Investment	1,000		
Prem's Capital A/c	1,000				
Kumar's Capital A/c	600				
Aarti's Capital A/c	<u>400</u>				
	2,000				
	<u>9,000</u>		<u>9,000</u>		

**2 marks**

Dr.				Partners Capital Accounts				Cr.			
Particulars		Prem (₹)	Kumar (₹)	Aarti (₹)	Particulars		Prem (₹)	Kumar (₹)	Aarti (₹)		
To Kumar's Capital A/c		8,000		4,000	By Balance b/d		30,000	20,000	20,000		
To Cash A/c		-	30,000	-	By General Reserve		4,000	2,400	1,600		
To Bills Payable A/c		-	5,600	-	By Investment Fluctuation Reserve		1,000	600	400		
To Balance c/d		48,000		28,400	By Revaluation A/c		1,000	600	400		
					By Prem's Capital A/c		-	8,000	-		
					By Aarti's Capital A/c		-	4,000	-		
					By Cash		20,000	-	10,000		
		<u>56,000</u>	<u>35,600</u>	<u>32,400</u>			<u>56,000</u>	<u>35,600</u>	<u>32,400</u>		

**3 marks**

<p style="text-align: center;"><b>Balance Sheet of Prem and Aarti as at 31<sup>st</sup> March 2019</b></p>			
Liabilities	Amount (₹)	Assets	Amount (₹)
Creditors	17,000	Cash	36,000
Bill Payable	5,600	Stock	6,000
Capitals:		Debtor	10,000
Prem's            48,000	76,400	Plant & Machinery	15,000
Aarti's <u>28,400</u>		Building	32,000
	<u>99,000</u>		<u>99,000</u>

22	21	22	Q. (i) R.P. Ltd. forfeited.....the books of R.P. Ltd.	
----	----	----	---	--

22	21	22
----	----	----

	money)			1 mark	
	Bank A/c Share Forfeiture A/c To Share Capital A/c (1000 shares re-issued as fully paid)	Dr. Dr.	8,500 1,500		10,000
	Share Forfeiture A/c To Capital Reserve (Gain on re-issue of forfeited shares transferred to capital reserve)	Dr.	3,500		3,500
1 mark					
(ii) Max Ltd. forfeited..... Share Forfeiture Account.					
Ans. (ii)					
In the books of MAX Ltd.					
Journal					
Date	Particulars	Dr. Amount (₹)	Cr. Amount (₹)		
	Share Capital A/c To Share Forfeiture A/c To Calls in Arrear A/c (500 shares forfeited for non-payment of first & final call)	Dr. 50,000	27,500 22,500		
	Alternatively Share Capital A/c To Share Forfeiture A/c To Share First Call A/c To Share Final Call A/c (500 shares forfeited for non-payment of first & final call)	Dr. 50,000	27,500 10,000 12,500	1 mark	
	Bank A/c Share Forfeiture A/c To Share Capital A/c (250 share re-issued at ₹50 per share fully paid)	Dr. Dr.	12,500 12,500	25,000	
				1 mark	







			(Analysis of Financial Statements)	
23	-	-	<p><b>Q. State any one..... Analysis.</b></p> <p><b>Ans.</b> Limitations of Financial Statements are: <b>(Any one)</b></p> <p>(i) It is a Historical Analysis as it analyses what has happened till date. It doesn't reflect the future.</p> <p>(ii) It ignores price level changes as a change in price level makes analysis of financial statements of different accounting years invalid.</p> <p>(iii) It ignores qualitative aspect as the quality of management, quality of staff etc. are ignored while carrying out the analysis of financial statements.</p> <p>(iv) It suffers from the limitations of financial statements as the analysis is based on the information given in the financial statements.</p> <p>(v) It is not free from bias of accountants such as method of inventory valuation, method of depreciation etc.</p> <p>(vi) It may lead to window dressing i.e. showing a better financial position than what actually is by manipulating the books of accounts.</p> <p>(vii) It may be misleading without the knowledge of the changes in accounting procedure by a firm.</p>	1 mark
24	-	-	<p><b>Q. State the impact of..... your answer.</b></p> <p><b>Ans.</b> No change</p> <p>Reason: It results in increase in asset (debtors) and decrease in other asset (bank) with the same amount.</p>	<p>½ mark</p> <p>+</p> <p>½ mark</p> <p>=</p> <p>1 mark</p>
25	29	-	<p><b>Q. State whether..... Financial leverage.'</b></p> <p><b>Ans.</b> False</p>	1 mark
26	-	27	<p><b>Q. The total debtors of X Ltd..... Turnover Ratio'?</b></p> <p><b>Ans.</b> ₹9,00,000</p>	1 mark
27	28	29	<b>Q. Give an example..... Cash Flow Statement.</b>	

			<p><b>Ans.</b> <u>Any one of the following:</u></p> <p>(i) Payment of dividend</p> <p>(ii) Interest on Long term Borrowings</p> <p>(iii) Issue of Shares for cash</p> <p>(iv) Issue of Debenture for cash</p> <p><b>(Or any other correct answer)</b></p>	<b>1 mark</b>						
28	27	26	<p><b>Q.</b> On 1.10.2018, Micro Ltd..... 31<sup>st</sup> March 2019.</p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>Cash flow from Financing Activities</b></p> <p style="text-align: right;">(₹)</p> <table><tr><td>Proceeds from issue of debentures</td><td style="text-align: right;">20,00,000</td></tr><tr><td>Less: Interest paid</td><td style="text-align: right;"><u>(80,000)</u></td></tr><tr><td>Cash Flow from Financing Activity</td><td style="text-align: right;"><u>19,20,000</u></td></tr></table>	Proceeds from issue of debentures	20,00,000	Less: Interest paid	<u>(80,000)</u>	Cash Flow from Financing Activity	<u>19,20,000</u>	<p>½ mark</p> <p>+</p> <p>½ mark</p> <p>=</p> <p><b>1 mark</b></p>
Proceeds from issue of debentures	20,00,000									
Less: Interest paid	<u>(80,000)</u>									
Cash Flow from Financing Activity	<u>19,20,000</u>									
29	26	28	<p><b>Q. An investment normally .....</b></p> <p><b>Ans.</b> (B) / Three months or less</p>	<b>1 mark</b>						
30	-	-	<p><b>Q. Calculate the..... following information:</b></p> <p><b>Ans.</b> Total Assets to Debt ratio = Total Assets / Debt.....<span style="border: 1px solid black; padding: 0 5px;">1/2</span></p> <p>Total Assets = Shareholders' Funds +Total Debt</p> <p>= ₹7,50,000 + ₹19,50,000</p> <p>= ₹27,00,000.....<span style="border: 1px solid black; padding: 0 5px;">1</span></p> <p>Debt = Total Debt – Current Liabilities</p>	<b>3 marks</b>						

$$= ₹19,50,000 - ₹4,50,000$$

$$= ₹15,00,000 \dots\dots\dots \boxed{1}$$

Total Assets to Debt ratio = ₹27,00,000/ ₹15,00,000

$$= 1.8: 1 \dots\dots\dots \boxed{1/2}$$

**OR**

**Q. Under which major head..... Companies Act, 2013?**

**Ans.**

Item	Major Head	Sub Head
Computer software	Non-Current Assets	Fixed Assets-Intangible Assets
Calls in advance	Current liabilities	Other Current Liabilities
Outstanding salary	Current Liabilities	Other Current Liabilities
Securities premium reserve	Shareholders funds	Reserves and Surplus
Patents	Non-Current Assets	Fixed Assets -Intangible Assets
Interest accrued on investment	Current assets	Other current Assets

**OR**

$\frac{1}{2} \times 6$

=

=

**3 marks**

**31** 31 31

**Q. From the following information..... Profit and Loss:**

**Ans.**

**Comparative Statement of Profit & Loss**  
**for the years ending 31 March 2018 & 2019**

Particulars	31 March 2018(₹)	31 March 2019(₹)	Absolute Change (₹)	Percentage Change
Revenue from Operations	4,00,000	3,00,000	(1,00,000)	(25)
Add Other income	80,000	40,000	(40,000)	(50)
Total Revenue	4,80,000	3,40,000	(140,000)	(29.17)
Less Expenses	2,00,000	150,000	(50,000)	(25)
Profit before Tax	2,80,000	1,90,000	(90,000)	(32.14)
Less Tax	1,12,000	76,000	(36,000)	(32.14)
Profit after Tax	1,68,000	1,14,000	(54,000)	(32.14)

½ mark

½ mark

½ mark

½ mark

½ mark

½ mark

1 mark  
=  
4 marks

**OR**

**OR**

**Q. Prepare a common size ..... following information:**

**Ans.**

**Common Size Balance Sheet of L.X.Ltd**

Particulars	31 Mar 2018 (₹)	31 Mar 2019 (₹)	Percentage of Balance Sheet Total	
			2018	2019
<b>I. Equity and Liabilities</b>				
1. Shareholders Funds	10,00,000	20,00,000	50	40
2. Non Current liabilities	5,00,000	20,00,000	25	40
3. Current Liabilities	5,00,000	10,00,000	25	20
Total	20,00,000	50,00,000	100	100
<b>II. Assets</b>				
1. Non Current assets	12,50,000	30,00,000	62.5	60
2. Current assets	7,50,000	20,00,000	37.5	40
Total	20,00,000	50,00,000	100	100

½ mark

½ mark

½ mark

1 mark

½ mark

½ mark

½ mark  
=  
4 marks

32	32	32	<p><b>Q. From the following ..... from investing activities :</b></p> <p><b>Ans. Nova Ltd.</b></p> <p>(i) <b>Cash Flow from Investing Activities</b></p> <table><tr><th>Particulars</th><th>Amount (₹)</th></tr><tr><td>Purchase of Machinery</td><td>(2,50,000)</td></tr><tr><td>Purchase of Goodwill</td><td>(50,000)</td></tr><tr><td>Sale of Machinery</td><td>12,000</td></tr><tr><td>Sale of land</td><td>30,000</td></tr><tr><td><b>Cash used in Investing activities</b></td><td><u><b>(258,000)</b></u></td></tr></table> <p><b>Working notes:</b></p> <table><tr><th colspan="2">Dr</th><th colspan="2">Cr</th></tr><tr><th>Particulars</th><th>(₹)</th><th>Particulars</th><th>(₹)</th></tr><tr><td>To Balance b/d</td><td>3,00,000</td><td>By Bank A/c</td><td>12,000</td></tr><tr><td>To Bank A/c (Bal fig)</td><td>2,50,000</td><td>By Accum. Dep. A/c</td><td>35,000</td></tr><tr><td></td><td></td><td>By Statement of P &amp; L- Loss on Sale</td><td>3,000</td></tr><tr><td></td><td></td><td>By Balance c/d</td><td>5,00,000</td></tr><tr><td></td><td><u>5,50,000</u></td><td></td><td><u>5,50,000</u></td></tr></table> <p><b>Dr. Accumulated Depreciation A/c</b></p> <table><tr><th>Particulars</th><th>(₹)</th><th>Particulars</th><th>(₹)</th></tr><tr><td>To Machinery A/c</td><td>35,000</td><td>By balance b/d</td><td>80,000</td></tr><tr><td>To Balance c/d</td><td>1,00,000</td><td>By Depreciation / Statement of Profit &amp; Loss (Bal Fig)</td><td>55,000</td></tr><tr><td></td><td><u>1,35,000</u></td><td></td><td><u>1,35,000</u></td></tr></table>	Particulars	Amount (₹)	Purchase of Machinery	(2,50,000)	Purchase of Goodwill	(50,000)	Sale of Machinery	12,000	Sale of land	30,000	<b>Cash used in Investing activities</b>	<u><b>(258,000)</b></u>	Dr		Cr		Particulars	(₹)	Particulars	(₹)	To Balance b/d	3,00,000	By Bank A/c	12,000	To Bank A/c (Bal fig)	2,50,000	By Accum. Dep. A/c	35,000			By Statement of P & L- Loss on Sale	3,000			By Balance c/d	5,00,000		<u>5,50,000</u>		<u>5,50,000</u>	Particulars	(₹)	Particulars	(₹)	To Machinery A/c	35,000	By balance b/d	80,000	To Balance c/d	1,00,000	By Depreciation / Statement of Profit & Loss (Bal Fig)	55,000		<u>1,35,000</u>		<u>1,35,000</u>	<p><math>\frac{1}{2} \times 4</math> = <b>2 marks</b></p> <p><math>\frac{1}{2}</math> mark</p> <p><math>\frac{1}{2}</math> mark = <b>3 marks</b></p>
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			<p><b>Q. (ii) The profit of Jova Ltd. .... was 2,50,000.</b></p> <p style="text-align: center;"><b>Jova Ltd.</b></p> <p>(ii) Cash Flow from Operating Activities</p> <table><tr><th>Particulars</th><th>Amount (₹)</th></tr><tr><td>Net profit before tax</td><td>272,500</td></tr><tr><td><i>Adjustment for non cash and non operating items</i></td><td></td></tr><tr><td>Add: Depreciation</td><td>20,000</td></tr><tr><td>Add: Goodwill written off</td><td>9,000</td></tr><tr><td>Add: loss on sale of furniture</td><td>2,000</td></tr><tr><td><i>Operating profit before working capital changes</i></td><td>3,03,500</td></tr><tr><td>Add: Decrease in inventory 4,000</td><td></td></tr><tr><td>Less: Decrease in advance income (8,000)</td><td>(4000)</td></tr><tr><td>Net cash generated from operating activities</td><td><u>2,99,500</u></td></tr></table> <p><b>Working Note:</b></p> <p>Calculation of Net Profit before Tax:</p> <table><tr><td>Net Profit</td><td>2,50,000</td></tr><tr><td>Add Transfer to general reserve</td><td><u>22,500</u></td></tr><tr><td></td><td><u>2,72,500</u></td></tr></table>	Particulars	Amount (₹)	Net profit before tax	272,500	<i>Adjustment for non cash and non operating items</i>		Add: Depreciation	20,000	Add: Goodwill written off	9,000	Add: loss on sale of furniture	2,000	<i>Operating profit before working capital changes</i>	3,03,500	Add: Decrease in inventory 4,000		Less: Decrease in advance income (8,000)	(4000)	Net cash generated from operating activities	<u>2,99,500</u>	Net Profit	2,50,000	Add Transfer to general reserve	<u>22,500</u>		<u>2,72,500</u>	<p><b>1 mark for Net profit before Tax</b> + <b>1 mark for adjustments of non cash and non operating items</b> + <b>1 mark for working capital changes</b> = <b>3 marks</b></p> <p>=</p> <p><b>3+3</b></p> <p>=</p> <p><b>6 marks</b></p>
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			<p style="text-align: center;"><b>PART B</b></p> <p style="text-align: center;"><b>OPTION 2</b></p> <p style="text-align: center;"><b>Computerised Accounting</b></p>																											
23	28	26	<p><b>Q. When the accumulated data.....</b></p> <p><b>Ans. (D) / Batch processing</b></p>	<p><b>1 mark</b></p>																										
24	26	28	<p><b>Q. Height of a person.....</b></p> <p><b>Ans.</b> Height of a person is a <u>single value</u> attribute whereas academic qualification can be <u>multi value</u> attribute.</p>	<p><b>1 mark</b></p>																										
25	-	-	<p><b>Q. Name the accounting subsystem.....</b></p> <p><b>Ans. (C) / Inventory Subsystem</b></p>	<p><b>1 mark</b></p>																										





			<p>If cash is withdrawn form Bank for office or deposited in the bank from office this voucher will be used.</p> <p>(ii) <u>Receipt Voucher</u> : All the inflow of money is recorded through receipt voucher. Such receipts may be towards any income such an receipts form debtors, Loan/ Advance taken or refund of loan/advance etc.</p>	
31	-	-	<p><b>Q. State any four limitations.....</b></p> <p><b>Ans.</b> Limitations of Computerised Accounting system.</p> <p>1) Faster obsolescence of technology necessitate investment in shorter period of time.</p> <p>2) Data may be lost or corrupted due to power interruption.</p> <p>3) Data are prone to hacking.</p> <p>4) Un-programmed and un-specified reports cannot be generated.</p> <p style="text-align: center;"><b>OR</b></p> <p><b>Q. What is meant by data validation.....</b></p> <p><b>Ans.</b> Data validation is a feature to define restrictions on type of data entered into a cell. It makes the data accurate and consistent.</p> <p>Eg.                      In a formula box, enter a formula that calculate a logical value. If the formula calculates TRUE entry it will be valid otherwise False entry will be in valid etc. if a sum value comes to be greater than the set limit it will be invalid.</p>	<p><b>1 x 4</b> <b>=</b> <b>4 marks</b></p> <p style="text-align: center;"><b>OR</b></p> <p><b>4 marks</b></p>
32	32	32	<p><b>Q. Name the error which appears.....</b></p> <p><b>Ans.</b> The error is a # REF! Error.</p> <p>This error occurs when a cell reference is not valid to correct this error following steps should be followed.</p> <p>(i) Click the cell which displays error and see if it display a show calculation steps.</p> <p>(ii) Review the possible causes.</p> <ul style="list-style-type: none"> <li>• Deleted cell referred in the formula.</li> </ul>	<b>6 marks</b>

			<ul style="list-style-type: none"> <li>• Change formula to restore cells or undo.</li> <li>• Use OLE (object linking + embedding for a program that is not running.</li> <li>• Start the program</li> <li>• Linking to correct DDE</li> </ul> <p>Running macro that enter a function that return # REF !</p>	
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