

MARKING SCHEME – 2022 Revision paper 27

PART I

- | | | | | |
|------|-------|-------|-------|-------|
| 1) 3 | 6) 2 | 11) 1 | 16) 2 | 21) 2 |
| 2) 5 | 7) 3 | 12) 2 | 17) 3 | 22) 2 |
| 3) 2 | 8) 2 | 13) 1 | 18) 4 | 23) 1 |
| 4) 5 | 9) 1 | 14) 1 | 19) 3 | 24) 5 |
| 5) 2 | 10) 1 | 15) 3 | 20) 5 | 25) 1 |

- 26) i) Rs.200,000
ii) Rs.500,000

27)

	Asset	Liability	Equity
1	Decrease		Decrease
2	Decrease	Decrease	Decrease
3	No change	No change	No change
4	Increase		Increase

- 28) i) Income , Expenses
ii) Assets, Equity, Liability

- 29) i) Rs.650,000
ii) Rs.580,000

Suspense Account			
Difference in the Trial balance	130(Trial balance)	120
		Purchase return	5
		Sales Return	5
	130		130

- 31) i) Substance overform concept
ii) Going concern concept
iii) Business entity concept
iv) Prudence concept

- 32) Capital – T Dr Rs.220,000
 Loan – T Cr Rs.220,000

- 33) a) Closing stock Dr Rs.425,000
 Cost of sales Cr Rs.425,000

- b) Stock damage/P&L Dr Rs.75,000
 Purchases/ Trading/Cost of sales Cr Rs.75,000

- 34) Rs.370,000

- 35) i) True
 ii) True
 iii) False
 iv) False

- 36) i) when Revaluation of assets
 ii) when valuation of inventory at lower of Cost or NRV

37)

	Equity	Working Capital
1	No change	No change
2	Decrease	Decrease
3	Increase	Increase
4	No change	No change

38) Land Dr Rs.400,000
 P&L Cr Rs.200,000
 Revaluation Reserve Cr Rs.200,000

39)

Provision	Contingent Liability
Present obligation	Possible obligation
Can be estimate reliably	Can not be estimate reliably

- 40) i) 27.5%
 ii) 25%

(40x2.5)
 (Total marks 100)