			Marking Scheme 2019-20	
			Accountancy (055)	
			67/2/2	Marks
			Expected Answers/ Value Points	
7	1	5	Q. At the time of admission	
			Ans. Premium for goodwill/ Premium/ Goodwill	1 mark
-	2	-	Q. Divya Ltd	
			<b>Ans</b> . (B)/ ₹4,20,000	1 mark
9	3	7	Q. What is meant by	
			<b>Ans.</b> Issue of debentures as a collateral security means debentures issued as secondary security when the company obtains a loan.	1 mark
-	4	-	Q. Shobha Ltd	
			<b>Ans.</b> (C)/₹2,00,000	1 mark
11	5	9	Q. Interest paid	
			Ans. Yes.	½ mark + ½ mark
			Reason: Interest on debentures has to be paid whether the company earns profit or not.	= 1 mark
12	6	10	Q. From the given extracts	
			<b>Ans.</b> ₹6,000	1 mark

-	7	-	Q. The Directors of Unim Ltd	1 mark
			<b>Ans.</b> (C)/ ₹1,05,000	Tillark
-	8	-	Q. Sunaina, Rohan	
			<b>Ans.</b> (D)/ 3:1	1 mark
-	9	-	Q. Which of the following	
			Ans. (D)/ Legacies	1 mark
3	10	1	Q. Nominal share capital	
			Ans. (D)/ The maximum amount of share capital that a company is authorized to issue.	1 mark
-	11	-	Q. Mita nd Sumit	
			Ans. (A)/ ₹20,000	1 mark
-	12	-	Q. Distinguish between	
			Ans. Income and Expenditure items relate only to the current period while Receipts and Payments items may relate to preceding and succeeding periods also.	1 mark
-	13	-	Q. Asha and Deepti	
			<b>Ans.</b> (B)/ ₹8,000	1 mark
14	14	14	Q. How will the following information	
			26	

Dr. Income and Expen  Expenditure	ulture A/C 10	i the year	Chucu Maich 31, 2	2019 Cr.
	Amount	Incom		Amount
	(₹)			(₹)
To Tournament expenses	30,000	)		
Balance Shee Liabilities Tournament Fund	5,00,000	orts Cub Amount (₹)	Club as on 31 <sup>st</sup> Mai	rch 2019 Amount (₹)
Add Sale of Tournament tick	ets1,50,000			
Add Donations for tournament Less Tournament expenses	(7,70,000)			
<ol> <li>From the following par</li> <li>Dr. Receipts and Pay</li> </ol>			 year ended 31 <sup>st</sup> Ma	arch 2019 — Cr.
Receipts	=			₹
To Balance b/d	20,000	) By Re	nt	19,000
To Subscriptions received:		By Of	fice Expenses	23,000
2017-18 25,000 2018-19 1,00,000		By bal	ance c/d	2,68,000
2019-20 <u>15,000</u>	1,40,000	)		
To Entrance Fees	45,000	)		
T- C-1 C-11	ls 5,000	)		
To Sale of old sports material	,			

			given.						
18	15	16	Q. From the following Receipts an	d Paymen	ts A/c	•			
			Ans.						
			Dr. Income and Expenditure	A/c for the	e year endo	ed March 31, 201	9	Cr.	
			Expenditure		Amount	Income		Amount	
					(₹)			(₹)	
			To depreciation on furniture			By Subscriptions	S	90,000	
			(18,000+5,000)		23,000				
						By Donations		39,000	
			To Salary 62,00	00					2 marks
			Less outstanding salary			By Interest		19,700	
			at the beginning of the year (13,00	00)	49,000				
			To Surplus- excess of income over		76,700				
			expenditure						
					1,48,700			1,48,700	
			Balance Sheet of Prei	mier Club	as on 31 <sup>st</sup> I	March 2019			
			Liabilities	Amount	Assets		Am	ount	
				(₹)			(	₹)	
			Subscriptions received in advance	9,000	Furniture	2,80,000			
			Capital Fund 2,62,900		Less depr	reciation <u>23,000</u>	2,57	,000	
			Add Surplus <u>76,700</u>	3,39,600	Outstand	ing Subscriptions	23	3,000	1½ marks
					Cash		68	3,600	
				<u>3,48,600</u>			3,48	3,600	
			Working Notes:						
			Balance Sheet of	Premier C	club as on 1	1 <sup>st</sup> April 2018			
			Liabilities	Amount	Assets			Amount	
				(₹)				(₹)	
			Outstanding salary	13,000	Furniture			1,80,000	½ mark
			Capital fund (bal. fig)	2,62,900	Outstandi	ng Subscriptions		15,000	1,2 22
					Cash			80,900	=

			2,75,900	2,75,900	2 + 1 ½ +
					1/2
			Note: If an examinee has calculated the Capital Fund using accounting equation	n, full	=
			credit be given)	,	4 marks
15	16	17	Q. Yash and Karan		
	10		<b>4.</b> 1 non una 12m uno.		
			Ans.		
			Goodwill = Capitalised value of the firm – Capital employed		
			Coodwin Capitalised value of the finite Capital employed		
			Capitalised value of the firm = Average Profits $\times 100$		
			Normal rate of return		
			Normal rate of return		
			= ₹5,00,000 x 100		
			10		
			_		1+1+1+1
			= ₹50,00,000		=
					_
					4 marks
			Capital employed = Yash's Capital + Karan's capital + Yash's Current Account + K	.arna's	7 marks
			Current Account + General reserve		
			$= \mathbf{₹6,00,000} + \mathbf{₹4,00,000} + \mathbf{₹4,00,000} + \mathbf{₹5,00,000} + \mathbf{₹1,00,000}$		
			= ₹20,00,000		
			Goodwill= ₹50,00,000 - ₹20,00,000		
			<u> </u>		
			= ₹30,00,000		
			OR		OR
					OK

Ans.	JOURNAL			
Date	Particulars		Dr.	Cr.
			Amount	Amount
			(₹)	(₹)
	Samiksha's Capital A/c	Dr.	25,000	
	Ash's Capital A/c	Dr.	15,000	
	Divya's Capital A/c	Dr.	10,000	
	To Profit and Loss A/c			50,000
	(Undistributed loss transferred to Partners' Ca	ipital Accounts)		
	Investment Fluctuation Fund A/c		40,000	
	Dr.			20,000
	To Investments A/c			10,000
	To Samiksha's Capital A/c			6,000
	To Ash's Capital A/c			4,000
	To Divya's Capital A/c			
	(Investments Fluctuation Fund distributed to l	Partners' Capital		
	Accounts after meeting the decrease in the value investments)	lue of		
	Ash's Capital A/c Dr		60,000	
	Divya's Capital A/c	Or.	30,000	
	To Samiksha's Capital A/c			90,000
	(Adjustment entry made for goodwill)			
Calcula	ation of sacrifice/ gain:			

			Divya =2/10 -3/1	0 =1/10 (gain)				
16	17	18	Q. The capital a	ccounts of Alka and Ar	chana			
			Ans. Calculation	of Interest on capital:				
			Calculation of O	pening Capitals:				
						<u>Alka(₹)</u>	<u>Archana(₹)</u>	
			Closing Capital	S		4,00,000	3,00,000	
			Add Drawings			40,000	20,000	
			Less Profits			(1,00,000)	(1,00,000)	
			Opening Capita	ıls		½ <u>3,40,000</u>	½ <u>2,20,000</u>	1 mark
			Interest on Capi	ital@10% p.a.		1/234,000	1/222,000	1 mark
			Archana's Intere				1	1 mark
			Date	Amount (₹)	No.	of months	Product (₹)	
			31.5.18	8,000	10		80,000	
			1.11.18	7,000	5		35,000	
			1.2.19	5,000	2		10,000	
							1,25,000	
			Interest on Draw	ings = $6/100 \text{ x} \neq 1,25,000$	x 1/12			
				= ₹625			1	1 mark = 1+1+1+1 =
			Alternatively, Int	erest on drawings can be	calculate	<u>d as:</u>		4 marks

18 -	Q. Har	rsh, Kavya and N	itin				
	Ans.						
	Dr.		Nitin's	s Capital Account		Cr.	
	Partic	ulars	Amount	Particulars		Amount	
			(₹)			(₹)	
	To Dr	rawings A/c	20,000	By balance b/d		3,00,000	½ x 8
	To Ac	dvertisement		By Profit and Loss A/c		40,000	/2 A C
	Exper	nditure A/c	6,000				=
				By P&L Suspense A/c		12,000	
		tin's executors	4,34,000				4
	A/c			By Harsh's Capital A/c		54,000	4 mark
				By Kavya's Capital A/c		54,000	111411
			4,60,000			4,60,000	
	. (Note	: If an examinee	has raised good	dwill, full credit be given)			
19 -	Q. Disl	ha, Preeti and Ri	tvik	•••			
	Ans.			Journal			
	Date	Particulars		Journal	Dr.	Cr.	
		Tarticalars				Amount	
					Amount		
	Bute				Amount (₹)	(₹)	
	(i)	Bank/ Cash A/c		Dr.			
		Bank/ Cash A/c To Realisation	A/c	Dr.	(₹)		
					(₹)	(₹)	
		To Realisation			(₹)	(₹)	
	(i)	To Realisation (Bad debts earlie		ow recovered)	(₹)	(₹)	
	(i)	To Realisation (Bad debts earlie Realisation A/c	er written off, no	ow recovered)	(₹)	68,000	
	(i)	To Realisation (Bad debts earlie  Realisation A/c  To Bank A/c	er written off, no	ow recovered)	(₹)	68,000	

				To Bank/ Cash A/c			19,000	
				To Realisation A/c			2,000	
				(Ritvik's loan settled)				
				or				
								1 x 6
				Ritvik's loan A/c	Dr.	19,000		=
				To Bank/ Cash A/c			19,000	6
				( Ritvik's loan settled)				marks
				Ritvik's loan A/c	Dr.	2,000		
				To Realisation A/c			2,000	
				( Ritvik's loan settled at a profit)				
			(iv)	Disha's Capital A/c	Dr.	60,000		
				Cash/ Bank A/c	Dr.	12,000		
				To Realisation A/c			72,000	
				(Stock taken over by Disha and remaining sold)				
			(v)	Realisation A/c	Dr.	23,000		
				To Bank / Cash A/c			23,000	
				(Dissolution expenses paid by the firm)				
			(vi)	Realisation A/c	Dr.	18,000		
				To Disha's Capital A/c			9,000	
				To Preeti's Capital A/c			6,000	
				To Ritvik's Capital A/c			3,000	
				(Profit on dissolution credited to partners capital acc	ounts)			
20	20	20	<b>Q.</b> (i)	Kati Ltd. issued				
			Ans.	(i)				

# Journal of Kati Ltd.

Date	Particulars	Dr.	Cr.
		Amount	Amount
		(₹)	(₹)
	Bank A/c Dr.	8,10,000	
	To Debenture Application and Allotment A/c		8,10,000
	(Application money received on 9,000 debentures)		
	Debenture Application and Allotment A/c Dr.	8,10,000	
	Discount/Loss on issue of Debentures A/c Dr.	80,000	
	To 9% Debentures		8,00,000
	To Bank A/c		90,000
	(Debentures allotted and excess application money		
	refunded)		

1 ½ x 2 = 3 marks

# (ii) Pivot Ltd. issued.....

#### Journal of Pivot Ltd.

Date	Particulars	Dr.	Cr.
		Amount	Amount
		(₹)	(₹)
2018	Surplus i.e. balance in Statement of Profit and Loss Dr.	10,00,000	
Mar 31	To Debenture Redemption Reserve A/c		10,00,000
	(Debenture Redemption Reserve created out of		
	profits)		
Apr 30	Debenture Redemption Investments A/c Dr.	3,00,000	
	To Bank A/c		3,00,000
	( Debenture Redemption Investments purchased)		
	<u> </u>		

1 mark

½ mark

	Bank A/c	Dr.	3,00,000	
Mar.31	To Debenture Redemption Invest	ments A/c		3,00,000
	( Debenture Redemption Investme	nts realised)		
۲۲	9% Debentures A/c	Dr.	20,00,000	
	To Debenture holders A/c			20,00,000
	( Amount payable to Debenture ho	olders on		
	redemption)			
٠.	Debenture holders A/c	Dr.	20,00,000	
	To Bank A/c			20,00,000
	( Payment made to Debenture hold	lers)		
	Debenture Redemption Reserve A	/c Dr.	5,00,000	
	To General Reserve A/c	Д.	2,00,000	5,00,000
•				, ,
	(Proportionate amount of Debentu	re Redemption		
	(Proportionate amount of Debentu Reserve transferred to General Res	-		
		-		
Note: N		serve)	Redemption R	eserve to
	Reserve transferred to General Resorve  o marks have been allotted for tran	sfer of Debenture l	Redemption Ro	eserve to
Genera	Reserve transferred to General Resonant Resonat Resonant Resonat Re	serve)	Redemption Ro	eserve to
Genera Q. (i) R	Reserve transferred to General Resorve  o marks have been allotted for tran	sfer of Debenture l	Redemption Re	eserve to
Genera	Reserve transferred to General Resorve transferred to General Resorve  Reserve  ama Ltd	sfer of Debenture l	Redemption Ro	eserve to
Genera Q. (i) R	Reserve transferred to General Resolve of marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l	Redemption Ro	eserve to
Genera Q. (i) R	Reserve transferred to General Resolve of marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l  OR	Redemption Ro	eserve to  Cr.
General Q. (i) R Ans. (i)	Reserve transferred to General Reserve  To marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l  OR		
General Q. (i) R Ans. (i)	Reserve transferred to General Reserve  To marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l  OR	Dr.	Cr.
General Q. (i) R Ans. (i)	Reserve transferred to General Reserve  To marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l  OR	Dr. Amount	Cr. Amount
General Q. (i) R Ans. (i)	Reserve transferred to General Reserve  o marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture l  OR  a Ltd.  urnal	Dr. Amount (₹)	Cr. Amount
General Q. (i) R Ans. (i)	Reserve transferred to General Reserve  o marks have been allotted for transl Reserve  ama Ltd	sfer of Debenture I  OR  a Ltd.  urnal  Dr.	Dr. Amount (₹) 50,00,000	Cr. Amount

To Creditors A/c			7,00,000	
To Krishna Ltd.			60,00,000	
(Assets and liabilities taken over)				
Krishna Ltd.	Dr.	60,00,000		
To 12% Debentures A/c			50,00,000	
To Securities Premium Reserve A/c			10,00,000	1 mark
(Purchase consideration discharged by issuir	ng 12%			
Debentures at a premium)				

# (ii) On 1<sup>st</sup> April 2018, Sakshi Ltd.....

# Journal of Sakshi Ltd.

	Journal of Saksi	n Eta.			
Date	Particulars		Dr.	Cr.	
			Amount	Amount	
			(₹)	(₹)	
	Bank A/c	Dr.	94,000		
	To Debenture Application and Allotment	A/c		94,000	
	(Application money received on 1,000 11%	•			1 mark
	Debentures)				
	Debenture Application and Allotment A/c	Dr.	94,000		
	Loss on issue of Debentures A/c	Dr.	11,000		
	To 11% Debentures A/c			1,00,000	
	To Premium on redemption of debentures	A/c		5,000	
	(Allotment of 11% debentures at a discount				
	redeemable at a premium)				
	or				
	Debenture Application and Allotment A/c	Dr.	94,000		1 mark
	Discount on issue of Debentures A/c	Dr.	6,000		
	Loss on issue of Debentures A/c	Dr.	5,000		
	To 11% Debentures A/c			1,00,000	
	To Premium on redemption of Debentures	A/c		5,000	
	(Allotment of 11% debentures at a discount				

			redeemable at a premium	)				
			(iii) On 1 <sup>st</sup> April 2016, Canara Ban	k Issued				
				Journal of C	anara Bank			
			Date Particulars			Dr.	Cr.	
						Amount	Amount	
			9% Debentures A/c		Dr.	(₹)	(₹)	
			Premium on redemption of	of debentures		5,00,000		1 mark
			To Debenture holders A			20,000	5,50,000	
			(Amount payable to Debe	enture holders	at a premium)			
			Debenture holders A/c		Dr.	5,50,000		1 mark
			To Bank A/c	. 1 11 )			5,50,000	=
			( Payment made to Deber	iture noiders)				6 marks
22	21	22	Q. Madhuri and Arsh					
			Ans.					
			Dr.	Revaluation			Cr.	
			Particulars	Amount	Particulars		Amount	
				(₹)	D C 1		(₹)	
			To Provision for doubtful debts	2,000	By Stock		10,000	
			To Workmen's compensation claim	10,000	By Cash/ Bad I	Debts		
					Recovered		15,000	
			To Profit transferred to:					
			Madhuri's Capital A/c 30,000		By Creditors		27,000	2 marks

Arsh's Capital A/c	10,000	40,000	
		<u>52,000</u>	<u>52,000</u>

Dr.

# **Partners Capital Accounts**

Cr.

				_			
Particulars	Madhuri	Arsh	Jyoti	Particulars	Madhuri	Arsh	Jyoti
	(₹)	(₹)	(₹)		(₹)	(₹)	(₹)
То				By Balance b/d	3,00,000	2,00,000	-
Investments	-	22,000	-				
A/c				By Cash A/c	-	-	1,86,000
To Balance	3,60,000	1,98,000	1,86,000	By Premium			
c/d				for goodwill	30,000	10,000	-
				A/c			
				Ву			
				Revaluation	30,000	10,000	-
				A/c			
	2 (0 000	2 20 000	1.07.000		2 (0 000	2 20 000	1.06.000
	3,60,000	<u>2,20,000</u>	<u>1,86,000</u>		3,60,000	<u>2,20,000</u>	1,86,000

each
capital
A/c
=
1 x 3
=
3 marks

1 mark for

Balance Sheet of Madhuri, Arsh and Jyoti as on 31st March 2019

+

Liabilities	Amount	Assets	Amount
	(₹)		(₹)
Capitals:		Machinery	4,70,000
Madhuri 3,60,000		Investments	88,000
Arsh 1,98,000		Debtors 1,20,000	
Jyoti <u>1,86,000</u>	7,44,000	Less Provision for	
Workmen's compensation claim	70,000	doubtful debts 12,000	1,08,000
Creditors	1,63,000	Stock	1,50,000
Employees Provident Fund	1,10,000	Cash	2,71,000
	10,87,000		10,87,000

1 ½ mark

for correct
assets side

+
1 ½ mark
for correct
liability
side

3 marks

Note 2: No m					f the goody			ven.	2+3+ = 8 mar
Q. Anita, Gai	urav and S	Sonu		OR					
Dr.			Reval	uatior	1 A/c			Cr.	
Particulars			Amo		Particular	re		Amount	1
1 articulais			(₹		1 articulal	S		Amount (₹)	
T. D. 1.11.					D 1 1	1D '11'			
To Bad debts	S		10	,000	By Land a	and Buildii	ng	1,00,000	
To Provision	for doubt	ful debts	12	,000					
10 1 10VISIOII	101 UUUUU	ui ucuts	13	,000					
To Profit trai	nsferred to								2 ma
Anita's Capi		30,800							
Gaurav's Ca		•							
Sonu's Capit	_		77	,000					
				,000				1,00,000	
1.1				_					
Note: If an e	xaminee h	as debited	l Provisio	n for (	doubtful d	ebts with	₹23,000 (b	ad debts	
Note: If an e						ebts with	₹23,000 (b	ad debts	
			credit be	given	ı <b>.</b>		₹23,000 (b	cad debts	
₹10,000 + pro			credit be	given Capi			₹ <b>23,000</b> (b		
₹10,000 + pro	ovision ₹13	3,000), full	credit be	given Capi	i. ital Accour	nts		Cr.	
₹10,000 + pro	ovision ₹13	<b>6,000), full</b> Gaurav	credit be Partners Sonu (₹)	given Capi Parti	i. ital Accour	nts Anita	Gaurav	Cr.	
₹10,000 + pro Dr.  Particulars	ovision ₹13	<b>6,000), full</b> Gaurav	Partners Sonu	given Capi Parti	ital Accour culars	nts Anita (₹)	Gaurav (₹)	Cr. Sonu (₹)	
₹10,000 + pro Dr. Particulars To Anita's Capital A/c	Anita (₹)	Gaurav (₹)	credit be Partners  Sonu (₹)  40,000	Parti By b	culars alance b/d General	Anita (₹) 2,00,000	Gaurav (₹) 2,00,000	Cr.  Sonu (₹)  1,00,000	
₹10,000 + pro  Dr.  Particulars  To Anita's	ovision ₹13	Gaurav (₹)	credit be Partners Sonu (₹)	given Capi Parti	culars alance b/d General	nts Anita (₹)	Gaurav (₹)	Cr. Sonu (₹)	
<ul><li>₹10,000 + pro</li><li>Dr.</li><li>Particulars</li><li>To Anita's</li><li>Capital A/c</li><li>To Bank A/c</li></ul>	Anita (₹)	Gaurav (₹)	credit be Partners  Sonu (₹)  40,000	Parti By b By C Rese	ital Accour culars alance b/d General	Anita (₹) 2,00,000	Gaurav (₹) 2,00,000	Cr.  Sonu (₹)  1,00,000	eac
₹10,000 + pro Dr. Particulars To Anita's Capital A/c	Anita (₹)	Gaurav (₹)	credit be Partners  Sonu (₹)  40,000	Parti By b By C Rese	culars alance b/d General	Anita (₹) 2,00,000	Gaurav (₹) 2,00,000	Cr.  Sonu (₹)  1,00,000	eac capital
₹10,000 + pro  Dr.  Particulars  To Anita's  Capital A/c  To Bank A/c  To Anita's	Anita (₹) - 1,00,000	Gaurav (₹) 80,000	credit be Partners Sonu (₹) 40,000	Parti By b By C Rese By R	ital Accour culars alance b/d General	Anita (₹) 2,00,000 12,000	Gaurav (₹) 2,00,000	Cr. Sonu (₹) 1,00,000 6,000	each
₹10,000 + pro  Dr.  Particulars  To Anita's  Capital A/c  To Bank A/c  To Anita's	Anita (₹) - 1,00,000	Gaurav (₹) 80,000	credit be Partners Sonu (₹) 40,000	By b By C Rese By R	ital Accour culars alance b/d General	Anita (₹) 2,00,000 12,000	Gaurav (₹) 2,00,000	Cr. Sonu (₹) 1,00,000 6,000	eac capital = 1 x
<ul> <li>₹10,000 + pro</li> <li>Dr.</li> <li>Particulars</li> <li>To Anita's</li> <li>Capital A/c</li> <li>To Bank A/c</li> <li>To Anita's</li> <li>loan</li> </ul>	Anita (₹) - 1,00,000	Gaurav (₹) 80,000	credit be Partners Sonu (₹) 40,000	By C Rese By R A/c	culars alance b/d General erve	Anita (₹) 2,00,000 12,000	Gaurav (₹) 2,00,000	Cr. Sonu (₹) 1,00,000 6,000	eac capital = 1 x =
₹10,000 + pro  Dr.  Particulars  To Anita's  Capital A/c  To Bank A/c  To Anita's  loan  To balance	Anita (₹) - 1,00,000	Gaurav (₹) 80,000	Sonu (₹)  40,000	By C Rese By R A/c	culars  alance b/d  General  erve  Revaluation  Gaurav's  tal A/c	Anita (₹) 2,00,000  12,000  30,800	Gaurav (₹) 2,00,000	Cr. Sonu (₹) 1,00,000 6,000	eac capital = 1 x =
₹10,000 + pro  Dr.  Particulars  To Anita's  Capital A/c  To Bank A/c  To Anita's  loan  To balance	Anita (₹) - 1,00,000	Gaurav (₹) 80,000	Sonu (₹)  40,000	By C Rese By R A/c By C Capi	culars  calance b/d  General  crve  Revaluation	Anita (₹) 2,00,000  12,000  30,800	Gaurav (₹) 2,00,000	Cr. Sonu (₹) 1,00,000 6,000	1 x

								-	nvestment tuation	12,000	12,000	6,000	
					3,74,800	2,54,800	1,27,400			3,74,800	2,54,800	0 1,27,400	
			Sundr	als v s Loan y Cred	1,74,800 <u>87,400</u> itors	has raised	Amor (₹) 2,62 2,74 4,60 9,97 and write	,200 ,800 ,000 ten of	Assets  Land and Investment Debtors Less Providoubtful destock Cash  The goody	Building ts 1,30,0 ision for ebts 13,0	000 000 edit be ş	Amount (₹)  6,00,000  1,10,000  1,17,000  1,00,000  70,000  9,97,000  given.	1 ½ marks for correct asset side + 1 ½ marks for correct liabilities side = 3 marks = 8 marks
21	22	21	Q. V.D	Ltd. i	nvited	•••••		•••					
			Ans.										
						J	ournal of	VD 1	Ltd.				
			Date	Partic	eulars					A	Dr. mount (₹)	Cr. Amount (₹)	
			Bank A/c Dr.  To Equity Share Application A/c  (Application money received on 2,50,000 shares)						r. 7,	,50,000		½ mark	
								,000	shares)			7,50,000	½ mark

(Equity shares allotted and excess application money transferred to equity share allotment)  Equity Share Allotment A/c To Equity Share Capital A/e To Securities Premium Reserve A/c (Allotment money due)  Bank A/c (Allotment money received)  To Equity Share Allotment A/c (Allotment money received)  Dr. 12,73,600 12	To Bank A/c			30,000	1 mark
Equity Share Allotment A/c	(Equity shares allotted and excess application m	oney			
To Equity Share Capital A/c To Securities Premium Reserve A/c (Allotment money due)    Bank A/c	transferred to equity share allotment)	,			
To Equity Share Capital A/c To Securities Premium Reserve A/c (Allotment money due)    Bank A/c	,				
To Securities Premium Reserve A/c (Allotment money due)   Mank A/c   Dr.   12,73,600   12,73,600   12,73,600   12,73,600	Equity Share Allotment A/c	Dr.	14,00,000		
To Securities Premium Reserve A/c (Allotment money due)   Mark A/c   Dr.   12,73,600   12,73,600   12,73,600   12,73,600	To Equity Share Capital A/c			4,00,000	
Bank A/c				10,00,000	½ mark
To Equity Share Allotment A/c (Allotment money received)	(Allotment money due)				
To Equity Share Allotment A/c (Allotment money received)					
Callotment money received   Or	Bank A/c	Dr.	12,73,600		
Callotment money received   Dr.   12,73,600   Dr.   12,80,000	To Equity Share Allotment A/c			12,73,600	
Bank A/c					
Bank A/c					
Calls in arrears A/c To Equity Share Allotment A/c (Allotment money received)  Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c (Agam's shares forfeited)  Equity Share Capital A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 4,000 To Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c To Calls in arrears A/c	or				
Calls in arrears A/c To Equity Share Allotment A/c (Allotment money received)  Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c (Agam's shares forfeited)  Equity Share Capital A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr.  4,000 To Securities Premium Reserve A/c Dr.  5,000 To Share Forfeiture A/c To Calls in arrears A/c  A,000 Calls in arrears A/c Calls in arrears A/c Dr.  5,000 Calls in arrears A/c					
To Equity Share Allotment A/c (Allotment money received)  Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c (Agam's shares forfeited)  or Equity Share Capital A/c To Share Allotment A/c (Agam's shares forfeited)  or Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Share Forfeiture A/c To Calls in arrears A/c  12,80,000  2,600  4,000  2,600  1 n  2,600  6,400	Bank A/c	Dr.	12,73,600		1 mark
(Allotment money received)  Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Share Allotment A/c 6,400 (Agam's shares forfeited) or Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Calls in arrears A/c 6,400	Calls in arrears A/c	Dr.	6,400		
Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Share Allotment A/c 6,400 (Agam's shares forfeited)  or Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Calls in arrears A/c 6,400	To Equity Share Allotment A/c			12,80,000	
Securities Premium Reserve A/c To Share Forfeiture A/c To Share Allotment A/c (Agam's shares forfeited)  or Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 5,000  1 n  2,600 2,600 5,000  1 n  6,400	(Allotment money received)				
Securities Premium Reserve A/c To Share Forfeiture A/c To Share Allotment A/c (Agam's shares forfeited)  or Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 5,000  1 n  2,600 2,600 5,000  1 n  6,400					
To Share Forfeiture A/c To Share Allotment A/c (Agam's shares forfeited)  or Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Calls in arrears A/c  2,600 6,400  1 n 2,600 7,000	Equity Share Capital A/c	Dr.	4,000		
To Share Allotment A/c (Agam's shares forfeited)  or  Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 4,000 To Share Forfeiture A/c To Calls in arrears A/c  6,400	Securities Premium Reserve A/c	Dr.	5,000		
( Agam's shares forfeited)  or  Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Calls in arrears A/c 6,400	To Share Forfeiture A/c			2,600	
Equity Share Capital A/c Dr. 4,000 Securities Premium Reserve A/c Dr. 5,000 To Share Forfeiture A/c 2,600 To Calls in arrears A/c 6,400	To Share Allotment A/c			6,400	
Equity Share Capital A/c Securities Premium Reserve A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 4,000 Dr. 5,000  2,600 6,400	( Agam's shares forfeited)				
Securities Premium Reserve A/c To Share Forfeiture A/c To Calls in arrears A/c  Dr. 5,000 2,600 6,400	or				
To Share Forfeiture A/c To Calls in arrears A/c  2,600 6,400	Equity Share Capital A/c	Dr.	4,000		1 mark
To Calls in arrears A/c 6,400	Securities Premium Reserve A/c	Dr.	5,000		
	To Share Forfeiture A/c			2,600	
	To Calls in arrears A/c			6,400	
(Agam's shares forfeited)	(Agam's shares forfeited)				
Equity Share First and Final call A/c Dr. 11,94,000	Equity Share First and Final call A/c	Dr.	11,94,000		
To Equity Share Capital A/c 11,94,000	To Equity Share Capital A/c			11,94,000	
(Equity Share First and final call money due)	(Equity Share First and final call money due)				½ mark
Bank A/c Dr. 11,82,000	Bank A/c	Dr.	11,82,000		

To Equity Share First and Final call A/c		11,82,000	
(First and final call money received)			
or			1 mark
Bank A/c Dr.	11,82,000		
Calls in arrears A/c Dr.	12,000		
To Equity Share First and Final call A/c	,	11,94,000	
(First and final call money received)			
Equity Share Capital A/c Dr.	20,000		
To Share Forfeiture A/c		8,000	
To Equity Share First and Final Call A/c		12,000	
(Seema's shares forfeited)			
or			1 mark
Equity Share Capital A/c Dr.	20,000		
To Share Forfeiture A/c		8,000	
To Calls in arrears A/c		12,000	
(Seema's shares forfeited)			
Bank A/c Dr.	24,000		
To Equity Share Capital A/c		15,000	
To Securities Premium Reserve A/c		9,000	
( shares reissued for ₹16 per share)			1/2 mark
Share Forfeiture A/c Dr.	5,300		
To Capital Reserve A/c	3,300	5,300	
(Gain on reissue of forfeited shares transferred to capital		3,300	1 mark
reserve)			
			=
			8 marks
OR			OR
Q. Konark Ltd			
 52			

Ans.	Journal	of Konark Ltd.		
Date	Particulars		Dr.	Cr.
			Amount	Amount
			(₹)	(₹)
	Bank A/c	Dr.	12,00,000	
	To Share Application A/c			12,00,000
	(Application money received on 4,00,00	00 shares)		
	Share Application A/c	Dr.	12,00,000	
	To Share Capital A/c			9,00,000
	To Share Allotment A/c			3,00,000
	(Shares allotted and excess application	money transferred		
	to equity share allotment)			
	Share Allotment A/c	Dr.	9,00,000	
	To Share Capital A/c			9,00,000
	(Allotment money due)			
	Bank A/c	Dr.	6,34,000	
	Calls in arrears A/c	Dr.	6,000	
	To Share Allotment A/c			6,00,000
	To Calls in advance A/c			40,000
	(Allotment money received)			
	or			
	Bank A/c	Dr.	6,34,000	
	To Share Allotment A/c			5,94,000
	To Calls in advance A/c			40,000
	(Allotment money received)			,

Share First and final call A/c To Share Capital A/c (First call money due)	Dr.	12,00,000	12,00,000	½ mark
Bank A/c Calls in arrears A/c Calls in advance A/c To Share First and final call A/c (First call money received)	Dr. Dr. Dr.	11,44,000 16,000 40,000	12,00,000	1½ marks
Bank A/c Calls in advance A/c To Share First and final call A/c (First call money received)	Dr. Dr.	11,44,000 40,000	11,84,000	
Share Capital A/c To Share Forfeiture A/c To Calls in Arrears A/c (Divij's shares forfeited for non payme	Dr.	40,000	18,000 22,000	
first call)  or  Share Capital A/c	Dr.	40,000		1 mark
To Share Forfeiture A/c To Share Allotment A/c To Share first and Final Call A/c (Divij's shares forfeited for non payme first call)	ent of allotment and		18,000 6,000 16,000	
Bank A/c  To Share Capital A/c  (Half of Divij's shares reissued for ₹10  paid)	Dr.  Der share fully	20,000	20,000	
				1 mark

			Share Forfeiture A/c Dr. 9,000	
			To Capital Reserve A/c 9,00	00
			(Gain on reissue of forfeited shares transferred to capital	
			reserve)	1 mark
				=
				8 marks
			PART B	
			OPTION 1	
			Analysis of Financial Statements	
-	23	-	Q. Which of the following	
			Ann (D)/ Conital Administra	1 mark
			Ans. (B)/ Capital Advances.	
	24	_	Q. 'Sale of goods	
			Q. Saile of goods	1/2
			Ans. No.	mark
				+
			Reason: Sale of goods for cash will not affect the Gross profit ratio, as the sales and gross	1/2
			profit will increase by the same percentage.	Mark
				=
			(Or any other correct reason)	1 mark
-	25	-	Q. Interest received in cash	
				1 mark
			Ans. Investing	
-	26	-	Q. Machinery was purchased	_
				1 mark
			<b>Ans</b> . (A)/ Cash used in investing activities ₹6,00,000	
25	27	29	O. Which of the following	
23	21	29	Q. Which of the following	1 mark
			Ans. (B)/ Inter firm comparative study possible	1 mark
			Ans. (D)/ med min comparative study possible	

-	28	-	Q. What is meant by	
				1 mark
			Ans. A Cash Flow Statement is a statement that provides information about the changes in	
			Cash & Cash Equivalents of an enterprise during a period by classifying cash flows into	
			Operating, Investing and Financing Activities.	
	29	_	Q. 'Security Deposits	
	29		Q. Security Deposits	1 mark
			Ans. (B)/ Long-term Loans and Advances	1
30	30	30	Q. From the following information	
			Ans.	
			Return on Investment = Net profit before interest and tax/ Capital Employed x 1001/2	
			Net profit before interest and $tax = Net$ profit after interest and $tax + tax + interest$	
			= ₹6,00,000 + ₹4,00,000 + ₹60,000	
			= ₹10,60,000 <u>1/2</u>	
			Capital Employed = ₹20,00,000	
			Capital Employed - (20,00,000	1½ marks
			<b>Return on Investment</b> =₹10,60,000/₹20,00,000 x100	
			=53%	+
			<b>Debt Equity Ratio</b> = Debt/ Equity	
			Equity = Capital Employed – Debt	1½ marks
			-₹20.00.000 ₹10.00.000	
			=₹20,00,000 – ₹10,00,000	
			=₹10,00,000.	
			174	

<b>Debt Equity Ratio</b> = ₹10,00,000/ ₹10,00,000
=1:1 <u>1/2</u>
OR
Q. (i) Current Liabilities ₹1,50,000
(i) Quick Ratio= Quick Assets/ Current Liabilities
Quick assets= Current assets – Inventories – Advance Tax – Prepaid rent
= ₹2,80,000 - ₹40,000 - ₹30,000 - ₹10,000
= ₹2,00,000
Quick Ratio
=1.33:1
Q. (ii) Average Inventory ₹60,000
(ii) Inventory Turnover ratio= Cost of Revenue from operations / Average Inventor 1/2
Cost of Revenue from operations = Revenue from operations + Gross Loss
Gross Loss= $10/100 \times ₹6,00,000 = ₹60,000$

			Cost of Revenue from operations	= ₹6,60,000			1/2	
			Average Inventory= ₹60,000					=
			Inventory Turnover ratio = ₹6,6	0,000/₹60,000				
			=11 time	·s				3 marks
1								
31	31	31	Q. From the following particula	rs				
				Mark Ltd				
				tiva Ctatamant a	f Duofit and	Logg		
			_	tive Statement o				
			for the years end					
			_	led 31 <sup>st</sup> March 20	2017-18	March 2018 Absolute	Percentage	
			for the years end	led 31 <sup>st</sup> March 20	)17 and 31 <sup>st</sup>	Absolute Increase/	Increase/	
			for the years end	led 31 <sup>st</sup> March 20	2017-18	Absolute Increase/ Decrease	Increase/ Decrease	
			for the years end	led 31 <sup>st</sup> March 20	2017-18	Absolute Increase/	Increase/	½ mark
			Farticulars	led 31 <sup>st</sup> March 20  2016-17  (₹)	2017-18 (₹)	Absolute Increase/ Decrease (₹)	Increase/ Decrease (%)	½ mark ½ mark
			Particulars  Revenue from operations	2016-17 (₹)	2017-18 (₹)	Absolute Increase/ Decrease (₹) 10,00,000	Increase/ Decrease (%)	
			Particulars  Revenue from operations Add Other income  Total Revenue Less Expenses	2016-17 (₹)  40,00,000  2,00,000  42,00,000	2017-18 (₹)  50,00,000 2,50,000  52,50,000	Absolute Increase/ Decrease (₹)  10,00,000  50,000	Increase/ Decrease (%)  25 25	½ mark ½ mark
			Particulars  Revenue from operations Add Other income  Total Revenue Less Expenses Purchase of stock in trade	2016-17 (₹)  40,00,000  2,00,000  42,00,000  30,00,000	2017-18 (₹)  50,00,000 2,50,000  40,00,000	Absolute Increase/ Decrease (₹)  10,00,000  10,50,000	Increase/ Decrease (%)  25 25 25  33.3	½ mark ½ mark ½ mark
			Particulars  Revenue from operations Add Other income  Total Revenue Less Expenses Purchase of stock in trade Changes in inventory	2016-17 (₹)  40,00,000  2,00,000  42,00,000  30,00,000  8,00,000	2017-18 (₹)  50,00,000 2,50,000  40,00,000 10,00,000	March 2018  Absolute Increase/ Decrease (₹)  10,00,000  50,000  10,50,000  10,00,000  2,00,000	Increase/ Decrease (%)  25 25  33.3 25	½ mark ½ mark ½ mark ½ mark
			Particulars  Revenue from operations Add Other income  Total Revenue Less Expenses Purchase of stock in trade	2016-17 (₹)  40,00,000  2,00,000  42,00,000  30,00,000	2017-18 (₹)  50,00,000 2,50,000  40,00,000	Absolute Increase/ Decrease (₹)  10,00,000  10,50,000	Increase/ Decrease (%)  25 25 25  33.3	½ mark ½ mark ½ mark
			Particulars  Revenue from operations Add Other income  Total Revenue Less Expenses Purchase of stock in trade Changes in inventory	2016-17 (₹)  40,00,000  2,00,000  42,00,000  30,00,000  8,00,000	2017-18 (₹)  50,00,000 2,50,000  40,00,000 10,00,000	March 2018  Absolute Increase/ Decrease (₹)  10,00,000  50,000  10,50,000  10,00,000  2,00,000	Increase/ Decrease (%)  25 25  33.3 25	½ mark ½ mark ½ mark ½ mark

		OR			
. From the following Balance	Sneet	•	•		
	ommon S	araj Ltd. ize Balance 018 and 31 <sup>st</sup>		9	
Particulars	Note	31.3.2018	31.3.2019	% of	% of
	No.	(₹)	(₹)	Total	Total
				31.3.2018	31.3.2019
EQUITY AND LIABILITIES					
(1) Shareholders Funds					
(a) Share capital		30,00,000	34,00,000	60	68
(b) Reserves and Surplus		10,00,000	10,00,000	20	20
(2) Non Current Liabilities					
Long Term Borrowings		3,00,000	5,00,000	6	10
(3) Current Liabilities					
Trade Payables		7,00,000	1,00,000	14	2
Total		50,00,000	50,00,000	100	100
ASSETS					
(1) Non Current Assets					
(a) Fixed assets					
(i) Tangible assets		28,00,000	36,00,000	56	72
(2) Current Assets					
(a) Inventories		20,00,000	13,00,000	40	26
(b) Cash and Cash		2,00,000	1,00,000	4	2
equivalents					

						= 4 marks
32	32	32	Q. Cash flow from the operating  Ans. Cash Flow Statement of Pinnacle Ltd. for the year	ended 31 <sup>st</sup> March	2019	
			Particulars	Details(₹)	Amount (₹)	
			CASH FLOWS FROM OPERATING ACTIVITIES			
			Cash Inflows from Operating activities		28,000	1½ marks
			CASH FLOWS FROM INVESTING ACTIVITIES			
			Purchase of Plant and Machinery	(3,95,000)		
			Sale of Plant and Machinery	1,02,000		1½
			Cash used in Investing activities		(2,93,000)	marks
			CASH FLOWS FROM FINANCING ACTIVITIES			
			Issue of Share Capital	4,00,000		
			Issue of 9% Debentures	1,00,000		1½
			Interest paid on 9% Debentures	(27,000)		marks
			Cash Inflows from Financing activities		4,73,000	
			Net increase in Cash and Cash equivalents		2,08,000	-
			Add Opening balance of Cash and Cash equivalents			
			Current Investments	20,000		
			Cash and Cash equivalents	<u>1,40,000</u>	1,60,000	1/2
			Closing balance of Cash and Cash equivalents			mark
			Current Investments	1,30,000		
			Cash and Cash equivalents	2,38,000	3,68,000	

			Working Notes:  Dr.  Particulars  To Balance b/d  To Statement of profit  and Loss (gain on sale)  To Cash A/c (bal. fig.)	Plant an Amount (₹) 6,04,000 12,000 3,95,000	Particulars  By Accumulated Dep. A/c  By Cash A/c  By Balance c/d	Cr.  Amount (₹)  23,000  1,02,000  8,86,000	½ mark
			Dr.	Accumulate	ed Depreciation A/c	Cr.	
			Particulars	Amount		Amount	
				(₹)		(₹)	
			To Plant and Machinery A/c	23,000	By Balance b/d	80,000	½ mark
			To Balance c/d	1,40,000	By Depreciation/ Statement of P&L	83,000	= 6 marks
				1,63,000	<u>)</u>	1,63,000	
					PART B		
					PTION II		
26	23	29	Q. A ##### error happens w		rised Accounting		
	20		Ans. (d) / All of above.				1 mark

27	24	25	Q. The provides real power	½ mark
				+
			<b>Ans.</b> The <b>Query</b> provides real power to database in terms of its capacities to answer complex	½ mark
			requests involving data to be taken from <b>multiple</b> tables.	=
				1 mark
28	25	24	Q. A code which consists of	
				1 mark
			<b>Ans.</b> A code which consists of alphabet or abbreviation as symbol to codify a piece of	
			information is known as Mnemonic code.	
29	26	23	Q. A voucher is used for adjustment of	
				1 mark
			Ans. A <u>Journal</u> voucher is used for adjustment of non cash transactions in the ledger.	
23	27	26	Q. Hardware refers to	
				1 mark
			Ans. (b) / Computer associated peripherals their network.	
24	20	27		
24	28	27	Q. To safeguard assets and optimize the use of resources	1
			Ang (a) / Voong internal controls	1 mark
			Ans. (a) / Keeps internal controls.	
25	29	28	Q. The existence of data in a primary key	
			Q. The existence of data in a primary key	1 mark
			Ans. (c) / Required and must be unique.	1 mark
			11135 (e) / 11equired and must be unique.	
30	30	30	Q. What information is provided by a salary bill?	
			<b>Ans.</b> The following information is provided by a salary bill:	
			(i) Maintaining payroll related data such as employee number, Name, Attendance, Basic Pay,	
			applicable Dearness and other allowances and deductions to be made.	
			(ii) Periodic payroll computations: The payroll computations include the calculation of	
			various earnings and deduction heads which are to be derived from basic values such as	3 marks
			(basic salary, number of days under leave without pay and unauthorized absence, etc) as per	
	<u> </u>	<u> </u>	62	

31	31	31	Q. Explain 'closing entry' and	
			This information helps in calculating Gross and net salary.	
			(f) Any deduction for loan etc.	
			(e) Provident fund	3 marks
			(d) TA	2
			(c) HRA	
			(b) DA	
			(a) Basic pay	=
			(ii) Employees pay details	
			(d) Location	
			(c) Designation	1 ½ x 2
			(b) Name	
			(a) Employee In	
			Q. List the various attributes of a payroll database.  Ans. (i) Employees personal details	
			OR	OR
			(iv) Generation of advice to bank.	
			(iii) Preparation of salary statement and employee salary slip.	
			the formulae.	

		Ans. Closing Entry:	
		Entries required to make trading account and profit and loss account are known as closing entries. After the Trial balance is prepared all the expenses are debited to the respective accounts to prepare trading and profit and loss account similarly income or expenditure for the trading period. These are the entries to record outstanding and prepaid.	1 ½ marks for explanation of each +
		the trading period. These are the entres to record outstanding and prepare.	½ mark for any correct example of each = 2 x 2 =
		Adjusting Entry: Adjusting entries are the figures related to income or expenditure for the trading period. These are the entries to record outstanding and prepaid.	4 marks
		OR	OR
		Q. Explain the four advantages	½ mark for the heading
		Ans. Any Four of the following:	½ mark for
		(i) Flexibility	explanation =
		(ii) Choice of front and application	1 x 4 = 4 marks
		(iii) Powerful performance	- mu As
		(iv) Scalability to handle rapidly expanding number of users.	
	22	(v) Ease of handling huge amount of data.	
-	32	- Q. A. Ranjan Ltd, has its offices in Hyderabad  Ans. Employee Name = A1	
		HRA = B1	

Basic Pay = C1	
DA = D1	
Calculation of DA	
DA = If (C1 ≤ ₹25,000, 12%, 10%) * C1	
$= \text{If } (C1 \ge \overline{3}30,000, 10\%, 12\%) * C1$	6 marks
Vishal DA = ₹4,000	
Gross Salary ₹21,000 + ₹4,000 + ₹40,000	
= ₹65,000	
Sangeeta DA = ₹2,400	
Gross Salary (₹20,000 + ₹24,000 + ₹18,000) $x \frac{26}{30}$	
$= (₹40,400) \times \frac{26}{30}$	
=₹35,013	