



Date: 03.10.24
GRADE: XI

TERM 1 EXAMINATION (2024-25)
ACCOUNTANCY [055]

Max marks: 80
Time: 3 hours

General Instructions:

- 1 This question paper contains 34 questions. All questions are compulsory.
2. Marks are indicated against each question.
3. Questions 1 to 20 carries 1 mark each.
4. Questions 21 to 26 carries 3 marks each.
5. Questions 27 to 29 carries 4 marks each.
6. Questions 30 to 34 carries 6 marks each.

Qn. No		Marks allocated
1	Use of common unit of measurement and common format of reporting promotes; (a) Comparability (b) Understandability (c) Relevance (d) Reliability	1
2	Out of the following assets, which one is an intangible asset? (a) Plant (b) Goodwill (c) Bill Receivable (d) Stock	1
3	Identify the concept which states that if straight line method of Depreciation is used in one year, then it should also be used in the next year. (a) Money Measurement (b) Consistency (c) Accrual (d) Prudence	1
4	In a business 'Purchase' refers to: (a) Purchase of an article to be used in office (b) Purchase of goods for resale (c) Purchase of an asset to be used in office (d) All of the above	1
5	'Drawings' falls under _____ account. (a) Personal account (b) Real account (c) Nominal account (d) None of the above	1
6	Capital invested by the owner is shown as liabilities in the balance sheet due to: (a) Business Entity (b) Dual Aspect (c) Materiality (d) Money Measurement	1

7	If the debit as well as credit aspects of a transaction are recorded in the cash book, it is called: (a) Compound entry (b) Adjustment entry (c) Closing entry (d) Contra entry	1
8	Sale of business assets on credit is recorded in: (a) Sales Book (b) Journal Proper (c) Sales Return Book (d) Cash Book	1
9	Which principle of accounting implies that the firm should show all the expenses related to its revenue of a specified accounting period even if the expenses are not paid in that financial year? (a) Revenue Recognition (b) Matching (c) Full Disclosure (d) Cost	1
10	Voucher is kept for evidence according to: (a) Cost concept (b) Matching concept (c) Revenue recognition concept (d) Verifiable objectivity concept	1
11	Sumit, who owed ₹10,000 become insolvent. 70 paise in a rupee was received from his estate. Bad Debts Account will be debited with: (a) ₹10,000 (b) ₹5,000 (c) ₹7,000 (d) ₹3,000	1
12	A concept that a business enterprise will not be sold or liquidated in the near future is known as: (a) Going concern (b) Matching (c) Business Entity (d) Full Disclosure	1
13	Accounting Cycle Starts With: (a) Recording of Transactions in Ledger (b) Recording of Transactions in Journal (c) Preparing Trial Balance (d) Preparing Trading Account	1
14	Paid to Vishakha ₹14,000 in full settlement of ₹15,000. Posting of ₹1,000 will be made to the: (a) Debit side of Discount a/c (b) Credit side of Discount a/c (c) Debit side of Cash a/c (d) Credit side of Vishakha a/c	1
15	'Ghanshyam is a furniture dealer'. Which one of the following will not be recorded in his books: (a) Purchase of Timber ₹50,000 (b) Sofa set worth ₹40,000 taken to his home from business (c) Sale of house hold furniture ₹5,000 (d) Gift a table to his friend birthday from business	1
16	As per the Duality principle calculate the total outsider's liability, if the raw materials cost ₹5000, machine cost ₹50,000, Furniture used in the firm cost ₹20,000, cash at bank is ₹30,000 and the owner's equity is ₹70,000. (a) ₹35,000 (b) ₹1,75,000 (c) ₹70,000 (d) ₹1,40,000	1

17	Which principle does imply that the closing stock is valued at the cost or market value whichever less is in the books of account? (a) Cost (b) conservatism (c) Materiality (d) consistency	1																									
18	Cash Discount may be: (a) Received at the time of prompt payment (b) Allowed at the time of bulk sale of goods (c) Received at the time of bulk Purchase of goods (d) Received both at time of prompt payment and bulk purchase of goods	1																									
19	Given below are two statements, one Labelled as Assertion(A) and the other Labelled as Reason(R). Assertion (A): Mr. Rahul bought a motor cycle of ₹40,000 and paid amount by cheque from his saving account, this transaction cannot be recorded in the books of account. Reason (R): Business Entity concept state that business and owner both are separate entities from accounting point of view, so owner personal transactions cannot be recorded in business books of account. In the context of the above statements, which one of the following is correct? (A) Both (A) and (R) are correct (B) (A) is wrong, but (R) is correct (C) (A) is correct, but (R) is wrong (D) Both (A) and (R) are wrong	1																									
20	Current assets are assets that can be converted into cash within: (a) 2 years (b) 1 year (c) 3 years (d) 4 years	1																									
21	Identify the two aspects and mention which one is debit and credit aspect: (An example is shown)	3																									
	<table border="1"> <thead> <tr> <th></th> <th>Transaction</th> <th>Aspects</th> <th>Debit</th> <th>Credit</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>X started business with ₹1,50,000.</td> <td>Cash A/c, Capital A/c</td> <td>Cash A/c</td> <td>Capital A/c</td> </tr> <tr> <td>2</td> <td>Purchased a machinery for ₹20,000.</td> <td></td> <td></td> <td></td> </tr> <tr> <td>3</td> <td>Purchased goods from Mr. Sen on credit for ₹25,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>4</td> <td>Opened a bank account for ₹10,000.</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>		Transaction	Aspects	Debit	Credit	1	X started business with ₹1,50,000.	Cash A/c, Capital A/c	Cash A/c	Capital A/c	2	Purchased a machinery for ₹20,000.				3	Purchased goods from Mr. Sen on credit for ₹25,000				4	Opened a bank account for ₹10,000.				
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22	Define the following basic accounting terms with example: a) Tangible asset b) Non-current liability c) Closing stock	3																									
23	Discuss the various components of GST.	3																									

24	<p>Identify and explain the accounting concepts from the following situations:</p> <p>(a) Raja Ltd. purchased securities for ₹ 50,00,000. At the end of the year, the market value of such securities was ₹ 40,00,000. While preparing the financial statements, the company valued the securities at cost i.e. at ₹ 50,00,000. Is it a correct treatment? Identify and explain the concept.</p> <p>(b) The Outstanding Rent ₹10,000 for the month of March, 2023 is recorded by the accountant in this year's Profit & Loss Account to calculate the profit for the year. Is it a correct treatment? Identify and explain the concept.</p>	3														
25	<p>Journalise the following transactions: 2023</p> <p>July 20 Paid cash ₹49,000 to Anoop in full settlement of his account ₹50,000.</p> <p>25 Purchased goods worth ₹20,000 on credit from Mr. Abhay at a trade discount of 10%.</p> <p>28 Free samples worth ₹1,000 were given to customers from the goods as a sales strategy.</p>	3														
26	<p>Prepare a Trial Balance from the following items:</p> <table border="1" data-bbox="197 927 932 1227"> <thead> <tr> <th>Name of the account</th> <th>₹</th> </tr> </thead> <tbody> <tr> <td>Capital</td> <td>1,14,000</td> </tr> <tr> <td>Bank</td> <td>30,000</td> </tr> <tr> <td>Machinery</td> <td>1,00,000</td> </tr> <tr> <td>Purchases</td> <td>50,000</td> </tr> <tr> <td>Sales</td> <td>90,000</td> </tr> <tr> <td>Rent paid</td> <td>24,000</td> </tr> </tbody> </table>	Name of the account	₹	Capital	1,14,000	Bank	30,000	Machinery	1,00,000	Purchases	50,000	Sales	90,000	Rent paid	24,000	3
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27	<p>Explain the characteristics of accounting.</p>	4														
28	<p>Show the effect of the following transactions on assets, liabilities and capital through Accounting Equation:</p> <p>(1) Amit started business with cash ₹ 60,000 and bank balance ₹20,000.</p> <p>(2) Purchased goods for cash ₹25,000 and on credit ₹15,000.</p> <p>(3) Sold goods costing ₹10,000 for Cash at a profit of 10% on cost.</p> <p>(4) Wages due but not paid ₹1,000.</p> <p>(5) Prepaid insurance ₹5,000.</p> <p>(6) Deposited ₹15,000 to bank.</p>	4														
29	<p>Pass the journal entries in the books of Mr. Sohar, Bhopal: 2021</p> <p>February 8 Telephone charges ₹4720 (including GST @ 18%)</p> <p>12 Income Tax Rs 12000 paid by cheque</p> <p>16 Goods returned to Sohan, Haryana ₹30,000 which was purchased @ 18% GST extra.</p>	4														

30	<p>The chief accountant of the business is confused while recording the following transactions. As an expert, give suggestions explaining with the accounting principles behind each situation.</p> <p>(a) The business cannot change the method of calculating depreciation year after year.</p> <p>(b) The employees of the business are hardworking and dedicated to their work and it helps the business in earning more profits. But the efficiency and dedication are not recorded in the books of accounts.</p> <p>(c) The business expects that there will be bad debts in this year since goods are sold on credit. So, the accountant decided to create Provision for Bad debts.</p> <p>(d) Although the sales have not yet actually taken place, some reliable customers of the company have placed large orders from which company is expected to earn large profits.</p> <p>(e) One of the shareholders of the company has invested his saving in some shares of another company.</p> <p>(f) At the end of the accounting period, factory rent of the company is outstanding for ₹10,000.</p>	6																																							
31	<p>From the following information, prepare an Analytical Petty Cash Book:</p> <table border="1" data-bbox="217 943 1109 1798"> <thead> <tr> <th data-bbox="217 943 419 1003">2018</th> <th data-bbox="419 943 940 1003"></th> <th data-bbox="940 943 1109 1003">₹</th> </tr> </thead> <tbody> <tr> <td data-bbox="217 1003 419 1064">April 1</td> <td data-bbox="419 1003 940 1064">Received for cash payment</td> <td data-bbox="940 1003 1109 1064">20,000</td> </tr> <tr> <td data-bbox="217 1064 419 1124">April 2</td> <td data-bbox="419 1064 940 1124">Paid for postage</td> <td data-bbox="940 1064 1109 1124">1,600</td> </tr> <tr> <td data-bbox="217 1124 419 1184">April 5</td> <td data-bbox="419 1124 940 1184">Paid for stationery</td> <td data-bbox="940 1124 1109 1184">1,000</td> </tr> <tr> <td data-bbox="217 1184 419 1245">April 8</td> <td data-bbox="419 1184 940 1245">Paid for advertisement</td> <td data-bbox="940 1184 1109 1245">2,000</td> </tr> <tr> <td data-bbox="217 1245 419 1305">April 12</td> <td data-bbox="419 1245 940 1305">Paid for wages</td> <td data-bbox="940 1245 1109 1305">800</td> </tr> <tr> <td data-bbox="217 1305 419 1366">April 16</td> <td data-bbox="419 1305 940 1366">Paid for carriage</td> <td data-bbox="940 1305 1109 1366">600</td> </tr> <tr> <td data-bbox="217 1366 419 1426">April 20</td> <td data-bbox="419 1366 940 1426">Paid for conveyance</td> <td data-bbox="940 1366 1109 1426">880</td> </tr> <tr> <td data-bbox="217 1426 419 1518">April 25</td> <td data-bbox="419 1426 940 1518">Paid for travelling expenses</td> <td data-bbox="940 1426 1109 1518">3,200</td> </tr> <tr> <td data-bbox="217 1518 419 1579">April 27</td> <td data-bbox="419 1518 940 1579">Paid for postage</td> <td data-bbox="940 1518 1109 1579">480</td> </tr> <tr> <td data-bbox="217 1579 419 1639">April 28</td> <td data-bbox="419 1579 940 1639">Paid for office cleaning</td> <td data-bbox="940 1579 1109 1639">400</td> </tr> <tr> <td data-bbox="217 1639 419 1700">April 29</td> <td data-bbox="419 1639 940 1700">Paid for telegram</td> <td data-bbox="940 1639 1109 1700">800</td> </tr> <tr> <td data-bbox="217 1700 419 1798">April 30</td> <td data-bbox="419 1700 940 1798">Sent registered notice to landlord</td> <td data-bbox="940 1700 1109 1798">190</td> </tr> </tbody> </table>	2018		₹	April 1	Received for cash payment	20,000	April 2	Paid for postage	1,600	April 5	Paid for stationery	1,000	April 8	Paid for advertisement	2,000	April 12	Paid for wages	800	April 16	Paid for carriage	600	April 20	Paid for conveyance	880	April 25	Paid for travelling expenses	3,200	April 27	Paid for postage	480	April 28	Paid for office cleaning	400	April 29	Paid for telegram	800	April 30	Sent registered notice to landlord	190	6
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32	<p>Journalise the following transactions of Ms. Adira in the journal.</p> <p>2022 April 1 Commenced business with a cash of 50,000. 12 Purchased goods from Midhun for cash ₹7,000 and on credit ₹10,000. 15 Goods worth ₹ 3,500 sold on credit to Mr. Anand. 22 The owner withdrew ₹500 for personal use. 25 Received ₹3,200 from Mr. Anand in full settlement of his account. 26 Paid ₹8,000 to Mr. Midhun.</p>	6																																										
33	<p>Prepare the following ledger accounts and balance it from the above journal from Q. No: 32.</p> <p>(a) Cash Account (b) Mr. Anand's Account (c) Mr. Midhun's Account</p>	6																																										
34	<p>Prepare a double column Cash Book of Vinod from the following transactions:</p> <table border="1" data-bbox="197 801 1275 1753"> <thead> <tr> <th data-bbox="197 801 344 857">2022</th> <th data-bbox="344 801 1083 857"></th> <th data-bbox="1083 801 1275 857">₹</th> </tr> </thead> <tbody> <tr> <td data-bbox="197 857 344 925">April 1</td> <td data-bbox="344 857 1083 925">Cash in hand</td> <td data-bbox="1083 857 1275 925">2 20,000</td> </tr> <tr> <td data-bbox="197 925 344 992"></td> <td data-bbox="344 925 1083 992">Cash at Bank</td> <td data-bbox="1083 925 1275 992">60,000</td> </tr> <tr> <td data-bbox="197 992 344 1059">3</td> <td data-bbox="344 992 1083 1059">Deposited in Bank</td> <td data-bbox="1083 992 1275 1059">80,000</td> </tr> <tr> <td data-bbox="197 1059 344 1126">4</td> <td data-bbox="344 1059 1083 1126">Goods purchased against cheque.</td> <td data-bbox="1083 1059 1275 1126">34,000</td> </tr> <tr> <td data-bbox="197 1126 344 1193">7</td> <td data-bbox="344 1126 1083 1193">Cash purchases</td> <td data-bbox="1083 1126 1275 1193">16,000</td> </tr> <tr> <td data-bbox="197 1193 344 1261">8</td> <td data-bbox="344 1193 1083 1261">Paid commission by cheque.</td> <td data-bbox="1083 1193 1275 1261">12,000</td> </tr> <tr> <td data-bbox="197 1261 344 1328">9</td> <td data-bbox="344 1261 1083 1328">Withdrew from bank for personal use.</td> <td data-bbox="1083 1261 1275 1328">2,500</td> </tr> <tr> <td data-bbox="197 1328 344 1395">12</td> <td data-bbox="344 1328 1083 1395">Received from Ved</td> <td data-bbox="1083 1328 1275 1395">6,000</td> </tr> <tr> <td data-bbox="197 1395 344 1462">16</td> <td data-bbox="344 1395 1083 1462">Dividend collected by bank</td> <td data-bbox="1083 1395 1275 1462">14,000</td> </tr> <tr> <td data-bbox="197 1462 344 1529">20</td> <td data-bbox="344 1462 1083 1529">Salaries paid</td> <td data-bbox="1083 1462 1275 1529">40,000</td> </tr> <tr> <td data-bbox="197 1529 344 1597">22</td> <td data-bbox="344 1529 1083 1597">Cash Sales</td> <td data-bbox="1083 1529 1275 1597">42,000</td> </tr> <tr> <td data-bbox="197 1597 344 1664">22</td> <td data-bbox="344 1597 1083 1664">Goods sold to Sona & Co. Kolkata on credit</td> <td data-bbox="1083 1597 1275 1664">36,000</td> </tr> <tr> <td data-bbox="197 1664 344 1753">23</td> <td data-bbox="344 1664 1083 1753">Received cheque dated 3rd May, 2022 from Sona & Co. after discount of Rs 800</td> <td data-bbox="1083 1664 1275 1753">35,200</td> </tr> </tbody> </table>	2022		₹	April 1	Cash in hand	2 20,000		Cash at Bank	60,000	3	Deposited in Bank	80,000	4	Goods purchased against cheque.	34,000	7	Cash purchases	16,000	8	Paid commission by cheque.	12,000	9	Withdrew from bank for personal use.	2,500	12	Received from Ved	6,000	16	Dividend collected by bank	14,000	20	Salaries paid	40,000	22	Cash Sales	42,000	22	Goods sold to Sona & Co. Kolkata on credit	36,000	23	Received cheque dated 3rd May, 2022 from Sona & Co. after discount of Rs 800	35,200	6
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