



Date: 31/07/23
GRADE: XI

MONTHLY TEST -02 (2023-24)
ACCOUNTANCY [055]

Max marks: 20
Time: 50 Minutes

General Instructions:

1. There are 8 questions in the question paper. All questions are compulsory.

Qn. No		Marks allocated
1	The process of recording, classifying and summarizing all business transactions in order to know the financial result is called – (a) Book – keeping (b) Accounting (c) Journalising (d) None of these.	1
2	Cash, goods or assets invested by the proprietor in the business for earning profit is called- (a) Profit (b) Capital (c) Fixed assets (d) Current assets	1
3	Which of the following is not a business transaction? (a) Bought furniture of ₹10,000 for business (b) Paid for salaries of employees ₹5,000 (c) Paid son's fees from her personal bank account ₹20,000 (d) Paid son's fees from the business ₹2,000	1
4	Which of the following equation is correct? (a) Assets = Liabilities – Capital (b) Assets = Capital – Liabilities (c) Assets = Liabilities + Capital (d) Assets = External Equities	1
5	Explain the following terms: (a) Intangible assets (b) Liabilities (c) Drawings	3
6	Identify and explain the accounting concept applicable to each situation: (a) X Ltd. follows the written down value method of depreciating machinery year after year. (b) A machinery was purchased for ₹5000, transportation charges ₹1000 and installation cost ₹2000. The amount of transaction recorded is ₹8000. (c) X Ltd. sold goods to XYZ Ltd on credit assuming that they can realize the amount in future. Which accounting concept is applicable?	3

7	<p>Explain any four of the following concepts:</p> <p>(a) Money Measurement Concept</p> <p>(b) Business Entity Concept</p> <p>(c) Matching Concept</p> <p>(d) Dual Aspect Concept</p> <p>(e) Accounting Period Concept</p>	4
8	<p>Create an accounting equation on the basis of the following transactions: -</p> <ol style="list-style-type: none"> 1. Started business with cash ₹1,20,000. 2. purchased goods for cash ₹10,000. 3. Rent received ₹5,000. 4. Salary outstanding ₹2000. 5. Prepaid insurance ₹1,000. 6. Received interest ₹700. 	6
	THE END	