

MAR THOMA RESIDENTIAL SCHOOL, TIRUVALLA

First Term Examination-2017

Accounts

Class: XI

Marks: 80
Time: 3 hrs

I) Answer the following questions:

1. Explain the principle of conservatism. According to this principle how stock in trade is valued?
2. Distinguish between trade discount and cash discount.
3. What is a compound journal entry? Give an example.
4. Distinguish between journal and ledgers (4 points)
5. Give four transactions that are first entered in pass book.
6. Explain tangible and intangible assets with examples.

(12)

II) Journalise the following transactions and prepare cash account.

Jan 1st P started business with cash Rs.50,000 and brought into business: furniture Rs.5000, motor car worth 12,000 and stock valued at Rs.20,000.

Jan 3rd Deposited Rs.35,000 into Bank account.

Jan 5th Bought goods on credit from Sunil Rs.9000.

Jan 6th Sold Goods to Bimal on credit for Rs.6000.

Jan 8th Purchased stationary from Ramesh Bros. for cash Rs.2000

Jan 9th Sold goods to Desraj for Rs.2000 for which cash was received.

Jan 10th Paid Rs.600 as travelling expense to Manohar.

Jan 12th P paid life insurance premium Rs.5000, by cheque.

Jan 15th Withdrew for office use from the bank Rs.3000.

Jan 18th Paid to Sunil by cheque Rs.8800 in full settlement of his account.

Jan 20th Received a cheque for Rs.5500 from Bimal

Jan 25th Rs 1000 paid as freight charges.

Jan 31st Bank credited our account with Rs.500 as interest and debited Rs.25 as bank charge

Jan 31st Salary outstanding Rs.5000

III) Prepare trial balance in the books of Sheetal Prasad as on 31st December, 2016.

Capital Account	Rs.50000
Buildings	Rs.35000
Furniture	Rs.13500
Machinery	Rs.46000
Purchases	Rs.78900
Sales	Rs.130620
Return inwards	Rs.1500
Return outwards	Rs. 380
Carriage inward	Rs.230
Carriage outward	Rs.120

Discount received	Rs.470
Discount allowed	Rs.540
Wages	Rs.17860
Insurance	Rs.1370
Rent Received	Rs.530
Miscellaneous Expense	Rs.1480
Creditors	Rs.22760
Debtors	Rs.34000
Drawings	Rs.3000
Bills Payable	Rs.1140
Cash in Hand	Rs.1200
Bank overdraft	Rs.28800

IV) Enter the following transactions in the cash book with Bank column and balance it on April, 2017:

2017

- April 1 Cash in hand Rs 1000 and Bank overdraft Rs 4000.
- April 1 Cash sales Rs 6000.
- April 2 Paid into bank Rs 6000.
- April 3 Received cheque from Harish Rs 2970.
- April 5 Paid into bank the above cheque.
- April 7 Drew for office use Rs 500.
- April 8 Paid wages Rs 150.
- April 10 Paid Basant by cheque Rs 980 in full settlement of Rs 1000, due from hi
- April 12 Cash purchase of stationary Rs 50.
- April 15 Drew from bank for personal use Rs 500.
- April 22 Received from sale of old newspaper Rs 100.
- April 26 Received from Reghunath Rs 1475 and allowed him discount Rs 25.
- April 30 Paid salary by cheque Rs 1000.
- April 30 Paid into bank all cash in excess of Rs 200.

(12)

V) Record the following transactions in a petty cashbook drawn with suitable columns under imprest system and balance the same:

2017		
Jan 1	Petty cashier is given a monthly imprest amount of Rs 1200. He spent last month Rs 607 got the balance from the main cashier.	
Jan 2	Paid for printing	Rs 95
Jan 3	Paid for sundry expenses	Rs 55
Jan 5	Paid for stationary	Rs 40
Jan 9	Paid for coolie charges	Rs 45
Jan 12	Postage stamps	Rs 25
Jan 14	Bus fare	Rs 32
Jan 16	Office expenses	Rs 80
Jan 19	Paid for refreshments	Rs 60
Jan 20	Printing charges	Rs 35
Jan 22	Postage	Rs 25
Jan 24	Taxi fare	Rs 150
Jan 26	Stationary purchased	Rs 180
Jan 27	Wages paid	Rs 200
Jan 29	Pen and ink purchased	Rs 80
Jan 30	Cartage	Rs 25
Jan 31	Speed post	Rs 75

(12)

VI) From the following particulars prepare purchase book and sales book:

2017

- April 1** Sold to glamour Bros:
 60 chairs @ Rs 150 per chair.
 20 tables @ Rs 500 per table.
- April 4** Bought goods from m/s Deen dayal & sons:
 53 bags wheat @ Rs 950 per bag.
 22 bags rice @ Rs 250 per bag.
 less 10% trade discount.

- April 6** Sold to Deepak & sons
 75 tables @ 450 per table.
 60 chairs @ 150 per chair.
- April 10** Bought from Gupta Bros.
 20 tins oil @ Rs 350 per tin.
 9 tins of Vanaspati @ Rs 650 per tin.
 Less 5% trade discount.
- April 16** Purchased from Mitra & sons :
 12 bags gram @ Rs 800 per bag.
 5 bags rice @ Rs 280 per bag.
 Less trade discount 5%.
- April 24** Sold to Jain furniture House:
 3 sofa sets for Rs 8500.
 12 office tables for Rs 6120.
 Less 10% trade discount.

(10)

VII) The cash book of a merchant showed a bank balance of Rs 7500 on 31st December, 2016

On going through the cash book it was found that two cheques for Rs 500 and Rs 700 deposited in the bank were not credited in the pass book. And three cheque for Rs 600, Rs 800, Rs 1200 issued on December 28 were not presented for payment till Jan 3 2017. Bank credited the merchant Rs 125 for interest and debited Rs 30 as bank charge which were not entered in cashbook.

A customer directly deposited into bank Rs 3000 not entered in cashbook. Bank paid Rs 4000 as insurance. The merchant had withdrawn Rs 2000 from bank, but the same has not been entered in cashbook. The cheque issued to a creditor for Rs 500, was entered twice in the cashbook. The cheque had not been presented for payment. Interest on Investment collected by bank Rs 1500, not entered in cashbook.

Prepare bank reconciliation statement on 31st December, 2016.

(10)