

QUARTERLY EXAM SEP.2019 - KEY ANSWER
XI STANDARD – ACCOUNTANCY – ENGLISH MEDIUM

A.VENNILA

PRINCIPAL

MYDEEN MATRIC HR.SEC. SCHOOL
MELACAUVEY – KUMBAKONAM.

CELL NO.: 8220179521

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Time Allowed : 2.30 Hours

Maximum Marks : 90

PART - I

I. Choose the most suitable from the given four alternatives and write the option code and the corresponding answer **20 x 1 = 20**

1	B	Employee	11	C	All credit sales of goods
2	B	1494	12	C	Invoice
3	B	Going Concern	13	D	Both subsidiary book and Principal book
4	D	The institute of Chartered Accountants of India	14	C	Three column cash book
5	B	Rs.8,000	15	C	An assets
6	B	Outstanding Salary A/c	16	A	3
7	D	Know the balance of each ledger account	17	C	Bank statement and Bank column of the cash book
8	B	Debit balance	18	B	Debits Customer's Account
9	B	Trial Balance	19	C	5
10	C	Drawing Account	20	B	3 4 2 1

PART - II

II. Answer any seven questions. Question No.30 is compulsory.

7 x 2 = 14

21. Parties interested in accounting information:

1. Internal users

- a. Owners
- b. Management
- c. Employees

2. External users

- a. Creditors and financial institutions
- b. Investors
- c. Customers
- d. Tax authorities and other regulatory bodies
- e. Government
- f. Researchers
- h. General public

22. Advantages of Book-keeping:

1. Book-keeping is useful to get the financial information.
2. It helps to have control over various business activities.

23. Golden Rules of double entry accounting system:

Personal Account	Debit the receiver	Credit the giver
Real Account	Debit what comes in	Credit what goes out
Nominal Account	Debit all expenses and losses	Credit all incomes and gains

24. Journal Entry in the books of Kaviya:

Date	Particulars	L.F.	Debit Rs.	Credit Rs.
2019 March 1	Cash A/c Dr To Kaviya's Capital A/c (Commenced business)		60,000	60,000
2	Furniture A/c Dr. To Cash A/c (Furniture purchase for cash)		10,000	10,000
8	Purchase A/c Dr. To Cash A/c (Goods purchased for cash)		28,000	28,000
15	Drawings A/c Dr. To Cash A/c (Withdraw cash for personal use)		4,000	4,000

25.

Dr.

Furniture Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 1	To Balance b/d		20,000	2018 Jan.30	By Cash A/c		4,000
1	To Cash A/c		40,000	31	By Balance c/d		56,000
			60,000				60,000
Feb. 1	To Balance B/d		56,000				

26. Trial Balance - Meaning:

1. Trial balance is a statement containing the debit and credit balance of all Ledger Accounts on a particular date.
2. It is arranged in the form of debit and credit columns placed side by side and prepared with the object of checking the arithmetical accuracy of entries made in the books of accounts and to facilitate preparation of financial statements.

27. Bank Reconciliation Statement

Particulars	Rs.	Rs.
Balance as per cash book		10,000
Add:		
Customer deposited directly to the bank		1,000
Less:		11,000
Cheques deposited but not yet collected		2,000
Balance as per pass book		9,000

28. Purchase Book:

1. Purchases book is one of most important books, in which credit purchases of goods are recorded.
2. It is also known as Bought Day books.
3. Cash purchases of goods, cash and credit purchase of assets are not entered in this book.

29. Three column cash book:

- A three column cash book includes three amount columns on both sides, i e., cash, discount and bank.
- This cash book is prepared in the same way as simple and double column cash books are prepared.
- Opening balance, cash deposited in to bank, cheque deposited in the bank appear in the bank column on the debit side of the three column cash book.
- All the transactions which decrease bank balance are recorded in the bank column on the credit side.

30.

Dr.

Cash Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F	Rs.
2019				2018			
Jan. 1	To Balance b/d		11,200	Jan.27	By Mohan A/c		7,000
5	To Ravi A/c		3,000	31	By Rent A/c		1,000
				31	By Balance c/d		6,200
			14,200				14,200
Feb. 1	To Balance B/d		6,200				

PART - III

III. Answer any seven questions. Question No.40 is compulsory. 7 x 3 = 21

31. Importance of accounting:

1. **Systematic records**

- * All the business transactions are recorded in the books of accounts
- * Any event or happening which has financial effects is included in the accounting records.

2. **Assessment of Progress**

- * Analysis and interpretation of financial statements can be done to assess the progress made in different areas it also identify the areas weaknesses.

3. **Taxation**

- * Accounting records are the basic source of computation and settlement of sales tax, income tax and other local taxes.

32. Short notes on (i) Money Measurement Concept (ii) Matching Concept :

(i) Money Measurement Concept:

- * This concept implies that only those transactions, which can be expressed in terms of money are recorded in the accounts.
- * Since, money serves as the medium of exchange transaction expressed in money are recorded and the ruling currency of a country is the measuring unit for accounting.

(ii) Matching Concept :

- * According to this concept, revenues during an accounting period are matched with expenses incurred during that period to earn the revenue during that period.
- * This concept is based on accrual concept and periodicity concept.

33. Accounting Equation.

	Assets	=	Capital	+	Liabilities
	Rs.		Rs.		Rs.
a)	2,00,000	=	1,50,000	+	50,000
b)	1,00,000	=	70,000	+	30,000
c)	2,00,000	=	1,20,000	+	80,000

34. Ledger Accounts in the books Mr.Babu

Dr. Cash Account Cr.

Da te	Particulars	J.F.	Rs.	Da te	Particulars	J.F.	Rs.
2019 Jan. 1	To Babu's Capital A/c		55,000	2019 Jan. 31	By Balance C/d		55,000
			55,000				55,000
Feb. 1	To Balance B/d		55,000				

Dr. Stock Account Cr.

Da te	Particulars	J.F.	Rs.	Da te	Particulars	J.F.	Rs.
2019 Jan. 1	To Babu's Capital A/c		65,000	2019 Jan. 31	By Balance C/d		65,000
			65,000				65,000
Feb. 1	To Balance B/d		65,000				

Dr.**Babu's Capital Account****Cr.**

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2019 Jan. 31	To Balance c/d		1,20,000	2019 Jan. 1	By Cash A/c		55,000
			1,20,000	1	By Stock A/c		65,000
Feb. 1	To Balance B/d		1,20,000				1,20,000

35.**In the books of Mr. Arasan****Purchase Book**

Date	Particulars	I.N	L.F.	Amount	
				Details Rs.	Total Rs.
	Shanmugam				20,000
	Ramu				25,000
	Purchase A/c	Dr.			45,000

Sales Book

Date	Particulars	I.N	L.F.	Amount	
				Details Rs.	Total Rs.
	Rajan				15,000
	Arthi				20,000
	Sales A/c	Cr.			35,000

36.**Petty Cash Book – Analysis of payments****Dr.****Cr.**

Receipts	C.B.F.N	Date	Particulars	V.N	Total Payments	Stationary	Postage	Wages	L.F.	Personal A/c
200 1,800		2019 Jan. 1	To Balance b/d							
		1	To Cash A/c							
		5	By Stationery		300	300				
		7	By Postage		200		200			
		15	By Paid to Sujatha		250			250		
		30	By Wages		250					250
		Jan. 31	By Balance c/d		1,000	300	200	250		250
2,000					1,000					
					2,000					
1,000 1,000		2019 Feb. 1	To Balance b/d							
		1	To Cash A/c							

37. Bank Reconciliation Statement

Particulars	Rs.	Rs.
Balance as per cash book		12,500
<u>Add:</u>		
Cheque issued but not presented	750	
Dividend directly received by bank	250	1,000
<u>Less:</u>		13,500
Cheques deposited but not cleared		1,500
Balance as per pass book		12,000

38. Difference between Cash Discount and Trade Discount

Basis	Cash Discount	Trade Discount
1. Purpose	Cash discount is allowed to encourage the buyers of goods to make payment at an early date.	Trade discount is allowed to encourage buyers to buy goods in large quantities.
2. Time of allowance	It is allowed the seller or creditor to the buyer or debtor at the time of making payment.	It is allowed by the seller to the buyer when goods are sold.
3. Deduction from invoice	It is not deducted from the invoice value of goods	It is deducted from the list price of goods.

39. Journal Entry in the books of Kaviya:

Date	Particulars	L.F.	Debit Rs.	Credit Rs.
i)	Furniture A/c Dr. To Cash A/c (Furniture purchase for cash)		4,000	4,000
ii)	Electricity Charges A/c Dr. To Cash A/c (Paid Electricity charges)		500	500
iii)	Purchase A/c Dr. To Cash A/c (Goods purchased for cash)		15,000	15,000

40.

Dr.

Sales Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2019 Jan. 31	To Balance C/d		77,000	2018 Jan. 1	By Cash A/c		40,000
				7	By Cash A/c		25,000
				20	By Ranjith A/c		12,000
			77,000				77,000
				Feb. 1	By Balance b/d		77,000

PART - IV

IV. Answer all questions.

7 x 5 = 35

41.a.

Accounting Equation

Transaction	Assets			=	Capital Rs.
	Cash Rs.	Stock Rs.	Computer Rs.		
i) Started business with cash Equation	25,000	‘___	‘___	=	25,000
ii) Purchased goods for cash Equation	(-) 23,000	23,000	‘___	=	‘___
iii) Cash Sales Equation	2,000	23,000	‘___	=	25,000
iv) Rent paid Equation	23,000	(-) 20,000	‘___	=	3,000
v) Computer purchased for cash Equation	25,000	3,000	‘___	=	28,000
	(-) 1,000	‘___	‘___	=	(-) 1,000
	24,000	3,000	‘___	=	27,000
	(-) 40,000	‘___	40,000	=	‘___
	(-) 16,000	3,000	40,000	=	27,000
Equation			27,000	=	27,000

[OR]

41.b.

Bank Reconciliation Statement

Particulars	Rs.	Rs.
Balance as per cash book		13 000
Add:		
Cheques issued but not presented for payment	21,000	21,000
Less:		34,000
Cheques deposited but not yet collected	12,000	
Interest charged by the bank	1,000	
Rent paid by bank as per standing instruction	1,200	14,200
Balance as per pass book		19,800

42.a. Journal Entries in the books of Mr.Sakthi

Date	Particulars	L.F.	Debit Rs.	Credit Rs.
	Cash A/c Dr. To Sakthi's capital A/c (Started Business)		1,00,000	1,00,000
	Purchase A/c Dr. To Kanishaka A/c (Purchased goods from Kanishka)		40,000	40,000
	Bank A/c Dr. To Cash A/c (Cash deposited with bank)		20,000	20,000
	Cash A/c Dr. To Sales A/c (Goods sold to Suresh on Cash)		10,000	10,000
	Drawings A/c Dr. To Bank A/c (Withdraw from bank for personal use)		1,000	1,000

[OR]**42.b.****In the books of Krishna****Purchase Book**

Date	Particulars	I.N	L.F.	Amount	
				Details Rs.	Total Rs.
	Sathiya				15,000
	Bala				20,000
	Purchase A/c Dr.				35,000

Sales Book

Date	Particulars	I.N	L.F.	Amount	
				Details Rs.	Total Rs.
	Saranya				9,000
	Nithya				5,000
	Sales A/c Cr.				14,000

43.a.

Ledger Accounts in the books Chitra

Dr.

Cash Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 1	To Capital A/c		50,000	2018 Jan. 5	By purchase A/c		20,000
				14	By Furniture A/c		4,000
				31	By Rent A/c		1,200
				31	By Balance C/d		24,800
			50,000				50,000
Feb. 1	To Balance B/d		24,800				

Dr.

Capital Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 31	To Balance C/d		50,000	2018 Jan. 1	By Cash A/c		50 000
							50,000
			50,000	Feb.1	By Balance B/d		50,000

Dr.

Purchase Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 5	To Cash A/c		20,000	2018 Jan. 31	By Balance C/d		20,000
							20,000
			20,000				
Feb. 1	To Balance B/d		20,000				

Dr.

Sales Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 31	To Balance C/d		16,000	2018 Jan. 9	By David A/c		16,000
							16,000
			16,000	Feb.1	By Balance B/d		16,000

Dr.

David Account

Cr.

Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 Jan. 9	To Sales A/c		16,000	2018 Jan.31	By Balance C/d		16,000
							16,000
			16,000				
Feb. 1	To Balance B/d		16,000				

Dr.				Furnitue Account				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.				
2018 Jan. 14	To Cash A/c		4,000	2018 Jan.31	By Balance C/d		4,000				
			4,000				4,000				
Feb. 1	To Balance B/d		4,000								

Dr.				Rent Account				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.				
2018 Jan. 31	To Cash A/c		1,200	2018 Jan.31	By Balance C/d		1,200				
			1,200				1,200				
Feb. 1	To Balance B/d		1,200								

[OR]

43.b. Trial Balance in the books Pandiyan as on 31st March 2017

Sl. No	Particulars	L.F.	Debit Rs.	Credit Rs.
1.	Capital		---	50,000
2.	Stock		15,000	---
3.	Insurance		1,500	---
4.	Purchases		20,000	---
5.	Drawings		6,000	---
6.	Postages		750	---
7.	Discount received		---	1,250
8.	Sales		---	26,000
9.	Bills Payable		---	4,000
10.	Buildings		32,000	--
11.	Cash		5,000	---
12.	Suspense A/c		1,000	---
	Total		81,250	81,250

44. a.

Dr. Cash Book with Discount and Cash Column of Ashok Cr.

Date	Particulars	R N	L.F	Dis.	Cash	Date	Particulars	V.N	L.F	Dis.	Cash
2017						2017					
Dec.1	To Balance b/d				26,500	Dec.	By Electricity				
9	To Sales A/c				24,000	19	Charges				1,800
						25	By Mohan			500	19,500
						30	By Trade Exp.				3,000
						31	By Balance C/d				26,200
					50,500					500	50,500
Jan. 1	To Balance b/d				26,200						

[OR]

44.b. Journal Entries in the books of Sarathy

Date	Particulars	L.F.	Debit Rs	Credit Rs.
	Cash A/c Dr. Stock A/c Dr. To Sarathi's capital A/c (Started Business)		60,000 40,000	1,00,000
	Latha A/c Dr. To Sales A/c (Sold goods to latha)		15,000	15,000
	Insurance A/c Dr. To Bank A/c (Cash deposited with bank)		1,000	1,000
	Sales Return A/c Dr. To Latha A/c (Latha return to goods)		1,500	1,500
	Charity A/c Dr. To Sales promotion A/c (Cash deposited with bank)		1,300	1,300

45.a.

Petty Cash Book – Analysis of payments

Dr.

Cr.

Receipts	C.B.F.N	Date	Particulars	V.N	Total Payments	Stationary	Postage	Carriage	Repair	Sundries	L.F.	Personal A/c
250		2017										
2,250		Feb. 1	To Balance b/d									
		1	To Cash A/c									
		3	By Stationery		240	240						
		6	By Registered Post		210		210					
		12	By Carriage		400			400				
		18	Tea Expenses		130					130		
		22	Repair to computer		600				600			
		23	Paid to Kumar		300							300
		Feb.			1,880	240	210	400	600	130		300
		28	By Balance c/d		620							
2,500					2,500							
620		2017										
1,880		Feb. 1	To Balance b/d									
		1	To Cash A/c									

[OR]

45.b.

In the books of Kailash

Purchase Book

Date	Particulars	I.N	L.F.	Amount	
				Details Rs.	Total Rs.
	<u>Vedha & Co.,</u>				
	Fans (50x1200)			60,000	
	Electric iron box (20x750)			15,000	75,000
	<u>Vijay & Co.,</u>				
	Electric stoves (10x2,500)				25,000
	<u>Balan & Co.,</u>				
	Electric heaters (15x4000)				60,000
	Purchase A/c	Dr.			1,60,000

Purchase Return Book

Date	Particulars	Debit Note No.	L.F.	Amount		Remarks
				Details Rs.	Total Rs.	
	<u>Balan & Co.,</u> Electric heaters (2x4000)				8,000	
	Purchase Return A/c Cr.				14,000	

46.a

Dr.

Cash Book with Discount and Cash Column of Ashok

Cr.

Date	Particulars	R N	L F	Dis	Cash	Bank	Date	Particulars	V N	L F	Dis	Cash	Bank
2017							2017						
Oct 1	To Balance b/d				46,000	28,000	Oct.						
7	To Sales A/c				10,000		3	By Siva A/c			500	14,500	
18	To Pradeepan A/c			250	9,750		12	By Purchase A/c					25,000
							31	By Balance C/d				51,250	3,000
				250	65,750	28,000					500	65,750	28,000
Nov 1	To Balance b/d				51,250	3,000							

[OR]

46.b.

Trial Balance in the books Pandiyan as on 31st March 2017

Sl. No	Particulars	L.F.	Debit Rs.	Credit Rs.
1	Cash in hand		6,500	---
2.	Sundry Debtors		25,000	--
3.	Stock		11,000	---
4	Salaries		7,000	---
5.	Sundry creditors		---	35,000
6.	Capital		---	50,000
7.	Purchases		30,000	---
8.	Sales Return		2,500	--
9.	Bank overdraft		---	12,500
10.	Furniture		9,000	---
11.	Suspense A/c		6,500	---
	Total		97,500	97,500

47. a.

Journal Entries

Date	Particulars	L.F.	Debit Rs.	Credit Rs.
2019 Sep. 1	Cash A/c Dr. To Capital A/c (Capital Introduced)		50,000	50,000
4	Purchase A/c Dr. To Cash A/c (Goods Purchased)		20,000	20,000
9	Carriage A/c Dr. To Cash A/c (Carriage paid)		2,000	2,000
16	Bharathi A/c Dr. To Sales A/c (Sold goods to Bharathi)		30,000	30,000
26	Furniture A/c Dr. To Cash A/c (Furniture purchased)		7,000	7,000

[OR]

47.b.

Bank Reconciliation Statement

Particulars	Rs.	Rs.
Balance as per Pass book		13,200
Add:		
Bank Charges	300	
Cheques deposited but not yet collected	3,300	3,600
Less:		16,800
Cheques issued but not presented for payment	2,000	
Interest on investment	1,400	3,400
Balance as per Cash book		13,400

***** All the Best *****