Marking Scheme

PRACTICE PAPER-1

CLASS-XII

ACCOUNTANCY

(2020-2021)

Q.N			Part- A			MARKS			
Ο.	(Accounting for	Not for Profit organ	izations, Partnership f	irms and Compan	ies)				
1.			d			1			
2.			b			1			
3.			Rs.5			1			
4.			С			1			
5.			b			1			
6.			Rs. 8			1			
7.	Rs. 12,000								
8.	d								
9.		b							
10.	d								
11.			С			1			
12			С			1			
13.	a								
14.	Calculation of amount of sports material to be transferred to Income and Exp. A/C								
	Pay	ment made to credi	tors of Sports material	During	₹				
	the	current year (as pe	r the receipts and payr	nents account)	10,000				
	Add	l: advance paid to cre	editors at the beginning	g of current year	1,000				
	ļ ,	Add: creditors at the	end of the current yea	r	2,500				
	Les	s: advance paid to cr	editors at the end of th	ne current year	5,000				
	L	ess: creditors at the	end of the previous ye	ar	3,500				
	Cr	edit Purchase of Spo	orts material during the	year	5,000				
		Add: Cash purchases	of sports material		4,000				
		Total purchases of S	ports material		9,000				
		Less: Book value of S	ports material sold		2,000				
	,	Add: opening stock o	of sports material		6,000				
		Less: closing stock o	f sports material		5,500				
	Amou	nt of consumable it	ems consumed during	the year	7,500				
	Note: Answer can be finding by any other correct method also.								
			OR						
		Subscr	iption Account						
	Dr.			Cr.					
	Particulars	₹	Particulars	₹					
	Balance b/d	35,000	Balance b/d	20,000					

45	(arrear in beg.) Income and Expenditure A/ Balance c/d (advance at the end)	40,000	Income and Expenditure A/c Balance c/d (arrears at the end)		3,60,000 5,000 60,000 4,45,000	
15.)(UUKNAL			4
	Date	Particulars		Dr. ₹		
	(I	nkit's Capital A/c ank/Cash A/c To Realisation A/c being stock taken over by emaining sold)	Dr. Dr. Ankit and	32,000 52,000		
	ii R	ealisation A/c To Bank/Cash being payment made to c		69,000	69,000	
		ealisation A/c To Bank/Cash peing loan settled with in	Dr. terest)	22,000	22,000	
	R	artik's loan A/c ealisation A/c To Bank/Cash peing Kartik's loan settled	Dr. Dr. d)	12,000 500	12,500	
16.		10	OURNAL			4
	Date	Particulars		Dr. ₹	Cr. ₹	•
	В	adhika's Capital A/c ani's Capital A/c haitra's Capital A/c To Profit and Loss A/c	Dr. Dr. Dr.	8,000 12,000 4,000)	
	ii 6	peing loss transferred) General Reserve A/c To Radhika's Capital A/c To Bani's Capital A/c To Chaitra's Capital A/c Deing GR distributed)		1,44,00	48,000 72,000 24,000	
	iii R	adhika's Capital A/c	Dr.	30,000)	

		To Bani's Cap	-				30,000		
	iv	(being adjustme	ent made for	goodwill) Dr.	1 00),000			
	IV	To Revaluation	n	DI.	1,60		1,80,000		
		(being Land rev					_,_,_,		
	V	Revaluation A/		Dr.	1,80	,000			
			To Radhika's Capital A/c				60,000		
		To Bani's Cap . To Chaitra's					90,000 30,000		
		. To Chaitia 3	capital Ay C				30,000		
		(being revaluati	on gain adju	-					
		Profi	t and Loss A	OR ppropriation	Acco	unt			
	Dr.		t and 2000 / (рргорпасіон	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		Cr.		
		ticulars	₹		rticula		₹		
		Salary		-	Net Pr		15,00,00		
	11 '	A/c 1,80,000 al A/c 1,80,000	3,60,000	By jay' (2,00,0			0		
	Vijay 3 capit	ai 7 y C 1,00,000	3,00,000	(2,00,0	00 1,7	3,000)	25,000		
		t Trans. To:							
	Jay's capital A/c 4,66,000								
	_	ee to Karan 60,200)	3,05,800						
	1 1	al A/c 4,66,000							
		ee to Karan	3,59,200						
	I I	06,800)							
	I I	tal A/c 2,33,000	F 00 000						
	Add guarant	ee 2,67,000	5,00,000						
			15,25,00				15,25,00		
			0				0		
17.				heet (Extrac ^{it} April,2020	t)				4
		Particu		Aprii,2020		Note No.	₹		
	I. EQUITIES A	ND LIABILITIES	· · · · · · · · · · · · · · · · · · · 				`		
	1. Sharehold	ers' Fund							
	Share Capita					1	6,67,000		
	Reserves and	d Surplus				2	6,000		
	Notes to Accounts								
	Particulars						₹		
	1. Share Capi								
	Authorised S	•	of ₹10 oach			10	00 000		
	1,00,000 Equity Share Capital of ₹10 each					10,	00,000		
	Issued Share	Capital							
	90,000 Equity	y Share Capital of	₹10 each			9,0	00,000		

	Subscribed Share Capital				•••••		
	Subscribed but not fully paid-u	ın					
	84,500 Equity Share of ₹8 each	•	6,76,000				
	(-) Calls in arrear	1	2,000				
	(-) Calls III arrear		•	6.7	4 000		
	(1) forfaited Chara			-	4,000		
	(+) forfeited Share				3,000		
					7.000		
				6,7	7,000		
	2. Becoming and Country			•••••			
	2. Reserves and Surplus				000		
	Capital Reserve			6,	.000		
]	
18.	(a) In the absence of a specific p	rovision in	the Deed, no interest	t will be pa	aid on the ca	pital	4
	to the partners. The whole amo	unt of prof	it will however be dis	tributed a	mong the		
	partners in their profit sharing r	atio.					
	(b) As the firm has incurred loss	ses during t	he accounting year, r	no interest	on capital v	vill	
	be allowed to any partner. The	_			•		
	profit sharing ratio. Rs.			, ,			
	(c) Interest to Anupam @ 8% or	n Rs. 1.50.00	00 = 12.000				
	Interest to Abhishek @ 8% on R						
	meerese to 7 to monere & 570 on the		otal 28,000				
	As the profit is sufficient to pay		•	le amount	of interest	nn -	
	capital shall be allowed and the		-				
	28,000) shall be shared by the p	•		•	(113. 30,000	- I\3.	
	·				of interest o	•	
	(d) As the profit for the year is					ı	
	capital due to partners, i.e. Rs. 2		•				
	Abhishek), interest will be paid		•		•		
	and Abhishek will be credited w		•	•		IS	
	amounts to sharing the firm's p						_
19	Income & Expenditure A/c of	r Samara Cl	ub for the year ended				6
	Dr.		1		Cr.	7	
	EXPENDITURE	₹	INCOME		₹		
	To Rent 29,000		By Subscriptions	52,000			
	-Prepaid 4,000		+ O/s for 2020	8,000			
		25,000			60,000		
	To Honorarium	4,000	By Interest on Investm	nent 4,000			
	To Depreciation on Machinery		+ Accrued Interest	1,000			
	(8,000+1,333)	9,333			5,000		
	ToExcess of Income over	, -			, -		
	Expenditure-Surplus	52,267			25,000		
1	· ·	-,-0.	By Government Gran	ts			

			By Profit on	Sale of old		
			Furniture	. 5316 51 514	600	
		90,600			90,600	
20		JOU			3+3	
	Date	Particulars		Dr. ₹	Cr. ₹	
	July 01	Bank A/c To Debenture application allotment A/c (being app. Money rec.)	Dr. ation and	45,50,000	45,50,000	
	July 01	Debentures application a allotment A/c Loss on issue of Debentures A/c . To Premium on redem Debentures A/c (being deb. Money adjust	Dr. ares A/c Dr. aption of	45,50,000 8,00,000	50,00,000 3,50,000	
	July 01	Securities premium reser Statement of Profit and L To Loss on issue of Del (being Loss written off)	oss A/c Dr.	5,00,000 3,00,000	8,00,000	
		, ,	JOURNAL			
	Date	Particulars		Dr. ₹	Cr. ₹	
		Building A/c Plant and Machinery A/c Furniture A/c Goodwill A/c To Liabilities To XYZ Co.	Dr. Dr. Dr. Dr.	1,50,000 1,40,000 10,000 35,000	20,000 3,15,000	
		(being business taken over XYZ Co. To 12% Debentures A/ . To securities premium (being 3,000 deb. issued)	Dr. 'c reserve A/c	3,15,000	3,00,000 15,000	
21.		<u> </u>	JOURNAL		1	8
	Date	Particulars		Dr. ₹	Cr. ₹	
		Bank A/c To Share application (being app. Money rec.)	Dr. n A/c	80,000	80,000	
		Share application A/c To Share Capital A/c To Share Allotment A/ To Bank A/c (being app. Money adjust	ted)	80,000	60,000 12,000 8,000	
		Share Allotment A/c To Share Capital A/c	Dr.	1,50,000	90,000	

To Securities Premium Reserv	e A/c		60,000
(being allot. due)			
Bank A/c	Dr.	1,21,440	
To Share allotment A/c			1,21,440
(being allot. Money rec.)			
Share first call A/c	Dr.	60,000	
To Share Capital A/c			60,000
(being call due)			
Bank A/c	Dr.	48,800	
To Share first call A/c			48,800
(being call Money rec.)			
Share final call A/c	Dr.	90,000	
To Share Capital A/c			90,000
(being call due)			
Bank A/c	Dr.	73,200	
To Share final call A/c			73,200
(being call money rec.)			
Share Capital A/c	Dr.	56,000	
Securities Premium Reserve A/c	Dr.	7,200	
To Share Allotment A/c			16,560
To Share first call A/c			11,200
. To Share final call A/c			16,800
To Share Forfeited A/c			18,640
(being 560 shares forfeited)			
Bank A/c	Dr.	44,800	
Share forfeited A/c	Dr.	11,200	
To Share Capital A/c			56,000
(being shares reissued)			
Share forfeited A/c	Dr.	7,440	
To Capital Reserve A/c			7,440
(being profit on reissue trans)			

OR JOURNAL

Data	Doutioulous		D., 3	C* ±
Date	Particulars		Dr. ₹	Cr. ₹
	Bank A/c	Dr.	1,35,000	
	To Share application A/c			1,35,000
	(being app. Money rec.)			
	Share application A/c	Dr.	1,35,000	
	To Share Capital A/c		60,000	
	To Securities Premium Reser	ve A/c		30,000
	To Share Allotment A/c			18,000
	. To Bank A/c			27,000
	(being app. Money adjusted)			
	Share Allotment A/c	Dr.	1,20,000	
	To Share Capital A/c			90,000

ļ ,	To Securities Premium Reserv	e A/c		30,000	
	being allot. due) Bank A/c	Dr.	1,00,300		
	To Share allotment A/c	D1.	1,00,500	1,00,300	
(being allot. Money rec.)			_,,,,,,,,	
	Share Capital A/c	Dr.	2,500		
	Securities Premium Reserve A/c	Dr.	500		
	To Share Allotment A/c			1,700	
	To Share Forfeited A/c			1,300	
	being shares forfeited)				
9	Share first call A/c	Dr.	1,18,000		
	To Share Capital A/c			88,500	
	To Securities premium reserv	e		29,500	
	being call due)	_			
	Bank A/c	Dr.	1,15,000	4.45.000	
,	To Share first call A/c			1,15,000	
	being call Money rec.) Share Capital A/c	Dr.	6,000		
	Securities Premium Reserve A/c		750		
	To Share first call A/c	DI.	730	3,000	
	To Share Forfeited A/c			3,750	
(being shares forfeited)			,,,,,,	
	Bank A/c	Dr.	4,000		
9	Share forfeited A/c	Dr.	1,000		
	To Share Capital A/c			5,000	
(being shares reissued)				
9	Share forfeited A/c	Dr.	300		
	To Capital Reserve A/c			300	
(being profit on reissue trans)				
	Share final call A/c	Dr.	86,250		
	To Share Capital A/c	J1.	00,230	57,500	
	To Securities premium reserv	e		28,750	
(being call due)				
E	Bank A/c	Dr.	83,250		
	To Share final call A/c			83,250	
(being call money rec.)				
	Share Capital A/c	Dr.	10,000		
	Securities Premium Reserve A/c		1,000		
`	To Share final call A/c	<i>υ</i> 1.	1,000	3,000	
	To Share Forfeited A/c			8,000	
1	being shares forfeited)				
	Bank A/c	Dr.	18,000		
-	To Share Capital A/c		-,	15,000	
	To Securities Premium Reserv	e A/c		3,000	
l (being shares reissued)	-			

		T			T	1		, ,	
		Share forfeited	-	Dr.	10,500				
		To Capital F				10,5	500		
		(being profit on	reissue trar	าร.)					
22			10	DUDNIAL]	0
22.	Date	Da	rticulars	DURNAL	Dr. ₹		Cr. ₹	1	8
	Date	Cash A/c	i ticulai s	Dr.	41,000		CI. \	1	
		To B's Capit	al A/c	DI.	41,000	30,0	000		
		To Premium		,ill		11,0			
		(being amount b				11,0	,00		
		Premium for Go		Dr.	11,000				
		To W's Capita	· ·	Di.	11,000	6,60	00		
		To R's Capita				4,40			
		(being premium		usted)		,,,,,			
		W's Capital A/c	,,	Dr.	3,300				
		R's Capital A/c		Dr.	2,200				
		To Cash A/c			,		5,500		
		(being premium	withdrawn)					
		Revaluation A	/c	Dr.	5,300			1	
		To Provision fo	or Doubtful	debts A/c			300		
		To Stock					5,000		
		(being revaluation	on made)						
		Plant and Mach	inery A/c	Dr.	5,000				
		Patents A/c		Dr.	6,300				
		To Revaluation					11,300		
		(being revaluation							
		Revaluation A/o		Dr.	3,000				
		To Sundry (/c			3,000		
		(being Inc. in lia		D.,	2.000				
		Revaluation A/c		Dr.	3,000		1 000		
		To W's Capit To R's Capita					1,800		
		(being profit on		trans)			1,200		
		(being profit off	Tevaluation	OR		1]	
			REVALUA	TION ACCOU	NT				
		Dr.	₹			Cr.		,	
	PART	PAI	RTICULARS		₹				
	Stock 13,00			Furniture			3,000		
	Provision for Doubtful debts 10,0				valuation tran				
				Ashish's Ca	•				
				Suresh's Ca	•				
				Lokesh's C	apital 4,00	00	20,000		
			23,000				23,000		
			23,000				23,000		

Date	Particulars	Ashish₹	Suresh ₹	Lokesh ₹	Date	Particulars	Ashish ₹	Suresh ₹	Lokesh ₹
June	Revaluation	10,000	6,000	4,000	June	Bal. b/d	7,20,000	4,15,000	3,45,000
30	(loss)				30				
	Suresh					Reserve			
	capital	20,000		40,000		fund	90,000	54,000	36,000
	Cash		40,000			P&L			
	Suresh loan		4,98,000			suspense			
	Bal c/d	7,80,000		3,37,000		A/c		15,000	
						Ashish			
						capital		20,000	
						Lokesh			
						capital		40,000	
		8,10,000	5,44,000	3,81,000			8,10,000	5,44,000	3,81,000

BALANCE SHEET

LIABILITIES	₹	ASSETS	₹
Capitals:		Land	4,00,000
Ashish 7,80,000		Buildings	3,80,000
Lokesh 3,37,000		Plant and Machinery	4,65,000
	11,17,000	Furniture	80,000
Suresh's Loan	4,98,000	Stock	1,72,000
Sundry Creditors	1,24,000	Sundry Debtors 1,72,000	
Outstanding Expenses	16,000	Less: Prov. For DD 10,000	
			1,62,000
		Cash (1,21,000-40,000)	81,000
		P&L Suspense Account	15,000
	17,55,000		17,55,000

23.	а	1
24.	a	1
25.	a	1
26.	₹10,000	1
27.	Reserves and Surplus, negative	1
28.	b	1
29.	₹88,000	1
30.	Gross profit = 25% on cost	3
	So, Revenue from operation = 100+25= 125 (Let COST =100)	
	If Revenue from operation is 125 then cost = 100	
	If Revenue from operation is 1 then cost = 100/125	
	If Revenue from operation is ₹2, 00,000 then cost =(100/125) X2,00,000 =	
	₹1,60,000	
	Closing inventory 30% of Revenue from operation = 2,00,000 x 30/100 =	

	₹60,000									
	Opening Inventory 1/3									
	Average inventory = (C									
	2 = ₹40,000									
	Inventory Turnover Ra									
	Inventory									
	= 1,60,000 / 40,000									
	= 4 times									
			OR							
		Total assets to debt ratio = Total assets / Long term debts								
	= 32,00,000 / 16,00,00									
		= 2:1 Long term debts = total debts – current liabilities								
	= 18,00,000 - 2,00,000									
	, , , , , ,	Total assets = shareholders' funds + total debts								
	= 14, 00,000 + 18, 00,0	<u>)00 =</u> ₹32, 00,	000.							
31.	Objectives of Analysis of		atements:			4				
	1) Knowledge of Financ									
	2) Knowledge of Trend									
	-	3) Provide useful information to the Management								
	4) To know the profital	•								
	5) Knowledge of Manag									
	Comparative inco	OR Comparative income Statement for the year ended March 21, 2010								
	and 2020	ine statemen	it for the year	Comparative income Statement for the year ended March 31, 2019						
	. Particulars	2018-19	2019-20	Absolute	% age					
	. Particulars	2018-19 Amount ₹	2019-20 Amount ₹	Absolute Change ₹	% age change					
		Amount ₹	Amount ₹	Change ₹	change					
	Revenue from									
		Amount ₹	Amount ₹	Change ₹	change					
	Revenue from operations	Amount ₹ 50,00,000	Amount ₹ 80,00,000	Change ₹ 30,00,000	change 60					
	Revenue from operations Total Revenue from	Amount ₹ 50,00,000	Amount ₹ 80,00,000	Change ₹ 30,00,000	change 60					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee	Amount ₹ 50,00,000 50,00,000	Amount ₹ 80,00,000 80,00,000	Change ₹ 30,00,000 30,00,000	change 60					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses:	Amount ₹ 50,00,000 50,00,000	Amount ₹ 80,00,000 80,00,000	Change ₹ 30,00,000 30,00,000	change 60					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue	Amount ₹ 50,00,000 50,00,000	Amount ₹ 80,00,000 80,00,000	Change ₹ 30,00,000 30,00,000	change 60					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations	Amount ₹ 50,00,000 50,00,000 5,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000	Change ₹ 30,00,000 30,00,000 3,00,000	change 60 60 60					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses	Amount ₹ 50,00,000 50,00,000 5,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000	Change ₹ 30,00,000 30,00,000 3,00,000	change 60 60 60 20					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses	Amount ₹ 50,00,000 50,00,000 5,00,000 10,00,000 15,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000 12,00,000 20,00,000	Change ₹ 30,00,000 30,00,000 3,00,000 2,00,000 5,00,000	change 60 60 60 33.33					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses Net profit before	Amount ₹ 50,00,000 50,00,000 5,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000	Change ₹ 30,00,000 30,00,000 3,00,000	change 60 60 60 20					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses Net profit before tax	Amount ₹ 50,00,000 50,00,000 5,00,000 10,00,000 15,00,000 35,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000 12,00,000 20,00,000 60,00,000	Change ₹ 30,00,000 30,00,000 3,00,000 2,00,000 5,00,000 25,00,000	change 60 60 60 33.33 71.43					
	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses Net profit before tax Less: Tax	Amount ₹ 50,00,000 50,00,000 5,00,000 10,00,000 15,00,000 35,00,000 14,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000 12,00,000 20,00,000 60,00,000 24,00,000	Change ₹ 30,00,000 30,00,000 3,00,000 2,00,000 5,00,000 25,00,000 10,00,000	change 60 60 60 71.43 71.43					
32	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses Net profit before tax	Amount ₹ 50,00,000 50,00,000 5,00,000 10,00,000 15,00,000 35,00,000 14,00,000 21,00,000	Amount ₹ 80,00,000 80,00,000 8,00,000 12,00,000 20,00,000 60,00,000 24,00,000 36,00,000	Change ₹ 30,00,000 30,00,000 3,00,000 2,00,000 5,00,000 25,00,000 10,00,000 15,00,000	change 60 60 60 33.33 71.43	6				
32.	Revenue from operations Total Revenue from Operations Expenses: (a) Employee Benefit Expenses: 10 % of revenue from operations Other Expenses Total expenses Net profit before tax Less: Tax	Amount ₹ 50,00,000 50,00,000 5,00,000 10,00,000 15,00,000 14,00,000 21,00,000 CASH	Amount ₹ 80,00,000 80,00,000 8,00,000 12,00,000 20,00,000 60,00,000 24,00,000	Change ₹ 30,00,000 30,00,000 3,00,000 2,00,000 5,00,000 10,00,000 15,00,000 MENT	change 60 60 60 71.43 71.43	6				

I.	Cash flow from operating		
	activities		1,26,000
	Net profit before tax &		
	extraordinary items		<u>28,000</u>
	Adjustments for non-cash & non-		1,54,000
	operating items:		14,000
	Add : Depreciation		
	Less: Gain on Sale of machinery		
•	g profit before working capital		1,40,000
changes			
-	ents for working capital changes:		
Add: increase in current liabilities & decrease		98,000	
in current assets:		42,000	1,40,000
Tr	ade payables		
in	ventories		
in	ventories		2,80,000
	ventories rease in current assets : trade		2,80,000 2,10,000
Less : Inc	rease in current assets : trade es		
Less : Inc	rease in current assets : trade		2,10,000
Less : Inc	rease in current assets : trade es	56,000	2,10,000
Less : Inc receivabl Cash flov	rease in current assets : trade es v from operating activities	56,000 (1,82,000)	2,10,000
Less : Inc receivabl Cash flov	rease in current assets: trade es v from operating activities Cash flow from investing	,	2,10,000
Less : Inc receivabl Cash flov	rease in current assets: trade es v from operating activities Cash flow from investing activities	,	2,10,000 70,000
Less : Inc receivabl Cash flov	rease in current assets : trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery	,	2,10,000 70,000
Less : Inc receivabl Cash flov	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery	,	2,10,000 70,000
Less : Inc receivabl Cash flov	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery	(1,82,000)	2,10,000 70,000
Less : Inc receivabl Cash flow	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery cash used in investing activities	(1,82,000)	2,10,000 70,000 1,26,000
Less : Inc receivabl Cash flow	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery cash used in investing activities Cash flow from financing	(1,82,000)	2,10,000 70,000 1,26,000
Less : Inc receivabl Cash flow	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery cash used in investing activities Cash flow from financing activities	(1,82,000)	2,10,000 70,000 1,26,000
Less : Inc receivabl Cash flow II.	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery cash used in investing activities Cash flow from financing activities Proceeds from issue of shares	(1,82,000)	2,10,000 70,000 1,26,000
Less : Increceivable Cash flow II. III.	rease in current assets: trade es v from operating activities Cash flow from investing activities Proceeds from sale of machinery Purchase of machinery cash used in investing activities Cash flow from financing activities Proceeds from issue of shares Cash flow from financing activity	(1,82,000)	2,10,000 70,000 1,26,000 70,000

Working note:

Dr. Plant and Machinery a/c

particulars	₹	Particulars	₹
To balance b/d	2,80,000	By bank a/c	56,000
To profit on sale of		By depreciation a/c	28,000
machinery	14,000	By balance c/d	3,92,000
To bank a/c (bal.			
fig.)- purchase	1,82,000		
	4,76,000		4,76,000

cr.