

MARKING SCHEME

Practice PAPER- 3

Class-XII

Subject-Accountancy

1. (b) Nominal A/C
2. (b) Sacrificing Partner's Capital Account
3. (a) Mrs. Y's Loan
4. (d) Revaluation Account
5. (b) Fixed Intangible asset.
6. (c)
7. Rs. 70,000
8. Realisation
9. Called up
10. (d)
11. (a)
12. 1:1
13. (b)
14. Subscription Outstanding for the year 2018 – 2019 Rs.53,000

OR

Amount of medicines consumed to be debited to Income & Expenditure Account Rs.20,30,000

15.

Date	Particulars	L/f	Amount Dr.	Amount Cr.
	Amar's Capital A/C Dr. To Akbar's Capital A/C To Anthony's Capital A/C (being adjustment entry made for past errors)		5,640	4,860 780

2 marks for working note & 2 marks for journal entry.

OR

Date	Particulars	L/f	Amount Dr.	Amount Cr.
	R's Capital A/C Dr. To P's capital A/C To Q's Capital A/C (being adjustment entry made)		16,000	8,000 8,000

2 marks for working note & 2 marks for journal entry.

16. Balance Sheet of KS Ltd. (an extract)
As at 31st March, 2017

Particulars	Note No.	Amount Rs.
I EQUITY & LIABILITY		
(i) Shareholder's Fund		
(a) Share Capital	1	6,77,000

Notes to Account:

Particulars	Amount	Rs.
1. Share Capital:		
Authorized Capital:	10,00,000	
1,00,000 equity shares @ Rs.10 each		
Issued Capital:	9,00,000	
90,000 equity shares of Rs.10 each		
Subscribed Capital:		
Subscribed but not fully paid up		
84,500 equity shares of Rs.8 called up		
6,76,000		
Less: Calls in Arrear (1,000 x 2)		
(2,000)		
Add: Share Forfeiture A/C (500 x 6)		
3,000		
		6,77,000

17. a)Bank A/c.....Dr.	10,00,750	
To Realisation A/c		10,00,750
(Assets realised)		
b)Realisation A/c.....Dr.	1,00,075	
To Sujeet's Capital A/c		1,00,075
(10% of assets realized paid as remuneration)		
c)Sujeet's Capital A/c.....Dr.	90,000	
To Bank/Cash A/c		90,000
(realization expense paid on behalf of sujeet)		
d)Realisation A/c.....Dr.	4,50,000	
To Bank A/c		4,50,000
(Creditors paid in full settlement)	(1 mark for each correct entry)	
18. (i) Interest on Capital A/c.....Dr.	12,600	
To A's Current A/c		5,400
To B's Current A/c		7,200
(Interest on capital credited to Partners' Current A/c)		
(ii) P& L Appropriation A/c.....Dr.	12,600	
To Interest on Capital A/c		12,600
(Interest on capital transferred to P& L Appropriation A/c)		
(1+1)		

Working Notes:

Interest on Capital:

A= 12% of 60,000= 7,200

B= 12% of 80,000=9,600

Total interest=16,800

(2)

Since profits are insufficient Interest on capital will be distributed in the ratio of 7,200:9,600 i.e.3:4

A= 3/7 of 12,600=5,400

B=4/7 of 12,600=7,200

19.

Income & Expenditure A/c			
Expenditure	Rs	Income	Rs
To Salary 15,000 Add: O/s (31 st March 2018) <u>1,500</u>	16,500	By Subscription 52,000 Add: O/s Subs (31/3/18) <u>2,000</u>	
To Office Expenses To Tournament Expenses (Rs31,000-Rs 26,000)	6,000 5,000	54,000 Less: O/s Subs (31/3/17) <u>3,000</u>	51,000
To Depreciation: Furniture 1,800 Billards Table 2,000 Building 7,500 Sports Equipment <u>7,000</u>	18,300	By Entrance Fee By Sale of Old Newspaper By Accrued Int. on Investment @12% on Rs 30,000 By Legacy	5,000 1,000 3,600 37,000
To Excess of Income over Expenditure..i.e Surplus	51,800		
	<u>97,600</u>		<u>97,600</u>

20.

Date	Particulars	L/F	Amount Dr.	Amount Cr.	marks
(i)	Bank A/C Dr. To Debenture Application And Allotment A/C (Being Application money received)		3,65,000	3,65,000	1/2
	Debenture Application & Allotment A/C Dr. Loss on issue of Debenture A/C Dr. To 9% Debenture A/C To Premium on redemption of Debenture A/C (Being application money transferred to debenture A/C)		3,65,000 36,500	3,65,000 36,500	1/2
(ii)	Bank A/C Dr. To Debenture Application And Allotment A/C (Being Application money received)		3,43,100	3,43,100	1/2
	Debenture Application & Allotment A/C Dr. Loss on issue of Debenture A/C Dr. To 9% Debenture A/C To Premium on redemption of Debenture A/C (Being application money transferred to debenture A/C)		3,43,100 40,150	3,65,000 18,250	1/2
(iii)	Sundry Assets A/C Dr.		2,80,000		1

	To Creditors A/C To Verma Ltd. (Being business purchased)			50,000 2,30,000	
	Verma Ltd. To Cash A/C To 6% Debentures A/C To Securities Premium Reserve (being debentures issued of purchase & Balance was paid in cash)	Dr.	2,30,000	50,000 1,50,000 30,000	1
(iv)	Bank A/C To Loan from SBI A/C (being loan taken from bank)	Dr.	2,00,000	2,00,000	1
	Debenture Suspense A/C To 12% Debenture A/C (being Rs.2,50,000 debentures issued as collateral security against Bank loan)	Dr.	2,50,000	2,50,000	1

21. Loss of revaluation Rs. 42,000 (2 marks)

i.	Revaluation A/c	Dr.	44,500		
	To P&M A/c			35,000	
	To F&F A/c			6,500	
	To PDD A/c			3,000	
ii.	Creditors A/c	Dr.	2,500		
	To Revaluation A/c			2,500	
iii.	Guddu	Dr.	28,000		
	Bablu	Dr.	14,000		
	To Revaluation A/c			42,000	
iv.	WCR A/c	Dr.	40,000		
	To WCC A/c			16,000	
	To Guddu			16,000	
	To bablu			8,000	
v.	Bank A/c	Dr.	1,42,000		
	To Munna's Capital			1,00,000	
	To PFG A/c			42,000	
vi.	PFG A/c	Dr.	42,000		
	To Guddu			33,600	
	To Bablu			8,400	(3)

BAL of capital account Guddu 161600

Bablu 102400

Munna 1,00,000

(3 marks)

OR

Loss of revaluation Rs. 1,00,000 (2 marks)

BAL of capital account

G Rs. 1,70,000

K Rs. 30,000

S's Loan Rs. 4,82,000 (3 marks)

Balance sheet Total Rs. 7,82,000

(3 marks)

22.

a)	Share capital A/c To share calls A/c To share forfeited A/c	Dr.	14,000	4,000 10,000
	Bank A/c To share capital A/c To SPR A/c	Dr.	12,000	10,500 1,500
	Share forfeited A/c To Capital Reserve A/c	Dr.	7,500	7,500
b)	Share capital A/c Securities premium reserve A/c To share allotment A/c To share forfeited A/c	Dr. Dr.	1,440 360	900 900
	Bank A/c To share capital A/c To SPR A/c	Dr.	1,600	1,280 320
	Share forfeited A/c To Capital Reserve A/c	Dr.	800	800
c)	Share capital A/c To share 1 st & final calls A/c To share forfeited A/c	Dr.	3,000	900 2100
	Bank A/c Share forfeited a/c To share capital A/c	Dr. Dr.	900 2100	3000

OR

Capital Reserve - Rs.6,500 (share forfeiture Rs.6,500 – Loss on reissue Nil)
Bank A/C – Rs.4,00,000 (Applications) + Rs.7,92,000 (Allotment) +
Rs.7,40,000 (Call) + Rs.24,000 (Reissue)

Call in Arrears – Rs.18,000 (Rs.8,000 Allotment + Rs.10,000 First call)
Securities Premium Reserve – Rs.4,45,500

PART B

Ans 23 True (1 Mark)

Ans 24 Horizontal (1 mark)

Ans. 25 As Commitments (1 mark)

Ans 26 ½ mark for each correct objective.

Ans 27 No Change (1 Mark)

Ans 28 No flow as there is no change in cash and cash equivalents. (1 mark)

Ans 29 For a financial Company. (1 Mark)

Ans 30 (i) Current Liabilities – Short term borrowings

(ii) Shareholders' funds- reserve and surplus

(iii) Non current assets- Fixed Assets(Intangible) (1*3)

OR

Total Assets to debt Ratio = $15,40,000/3,00,000= 5.13$ (1+1+1)

Ans 31 ½ mark for each item and ½ mark for total (3.5+0.5)

OR

Particulars	Absolute Amounts (Rs.)		Percentage of Revenue from operations (Net Sales)	
	X Ltd. (Rs.) 2015	Y Ltd. (Rs.) 2015	X Ltd. (Rs.) 2015 (%)	Y Ltd. (Rs.) 2015 (%)
Revenue from operations	25,00,000	20,00,000	100	100
Add: Other Income	300000	2,00,000	12	...10...
Total Revenue (1+2)	28,00,000	2200000	112	...110...
(Expenses) Other Expenses	.....600000...	800000	24	40
Profit before tax (3-4)	.....2200000	14,00,000	88	.....70
	...1100000...	.....700000		

Income Tax 50%	.....	.....	.44	.....35
Profit after tax	1100000	7,00,000	...44...	.....35

(0.25 mark for each correct fill in blank)

Ans 32 Net profit before tax Rs. 1,98,000(1 mark)

Operating profit before working capital changes Rs. 1,62,000(1 Mark)

Cash flows from operating activities Rs. 20,000(1 Mark)

Cash flows from investing activities Rs.(76,000) (1 Mark)

Cash flows from financing activities Rs.70,000(1/2 Mark)

Opening /closing cash equivalents (1/2 Mark)

Machinery and Accumulated depreciation account (1/2 Mark +1/2 Mark)