

Date : 01/09/2019

Foundation Nov.2019

1st Batch II

Test Paper : Accounts

Marks : 40

1. The following is the Trial Balance of Mr X as at 31st March 2018:

Particulars	Dr. (`)	Particulars	Cr.(`)
Opening Stock	46,800	X's Capital A/c	86,690
Returns Inwards	8,600	Sales	3,89,600
Purchases	3,21,700	Returns Outward	5,800
Freight & Carriage	18,600	Sundry Creditors	14,800
Rent & Taxes	5,700	Bank Loan @ 6% p.a.	20,000
Salaries & Wages	9,300	Miscellaneous Income	250
Sundry Debtors	24,000	Discount Earned	4,190
Bank Interest	900		
Printing and Advertising	14,600		
Cash at Bank	8,000		
Furniture & Fittings	5,000		
Discount Allowed	1,800		
General Expenses	11,450		
Insurance	1,300		
Postage & Telegrams	2,330		
Cash in hand	380		
Travelling Expenses	870		
Drawings	40,000		
	5,21,330		5,21,330

The following adjustments should be made:

- Included amongst the Debtors is Rs . 3,000 due from Z and included among the creditors Rs . 1,000 due to him.
- Provision for Doubtful Debts be created @ 5% and Reserve for Discount @ 2% on Sundry Debtors,
- Depreciation on furniture & Fittings @ 10% shall be written off.
- Personal Purchases amounting to Rs . 600 had been included in the Purchases Day Book,
- Interest on Bank Loan shall be provided for the whole year,
- A quarter of the amount of Printing and Advertising is to be carried forward to the next year,
- Credit Purchase Invoice amounting to Rs . 400 had been omitted from the Books,
- Closing Stock was Rs . 78,600. Prepare Trading & P & L A/c for the year ended 31.3.2018 & Balance Sheet as on that date.

(Marks 20)

2. Prepare Income and Expenditure Account and Balance Sheet of Tulsian Sports Club, Delhi from the following information:

RECEIPTS AND PAYMENTS ACCOUNT OF TULSIAN SPORTS CLUB, DELHI

Dr.	for the year ending on 31st March, 2018	Cr.
Receipts	Payments	₹ '000
To Balance b/d: Cash 150	By Balance b/d (Bank Overdra) ()	3,000
Stamps 50	By Insurance (paid up to 30.6.2018)	300
To Subscriptions	By Miscellaneous Expenses	3,875
To Entrance fees	By Postage Expenses	200
To Life Membership Subscription	By Refreshment Room Expenditure	2,100
To General Donations	By Furniture (Purchased on 1.10.2017)	600
To Cricket Fees 250	By Honorarium to Cricket coach	600
To Refreshment Room Receipts	By Sports Equipments	2,200
To Sale of Old periodicals	(on 1.10.2017)	
To Interest on Govt. Securities	By 10% RBI Tax Free Bonds	10,000
(T.D.S. @ 20%)	(on 1.1.2018) (Pavilion)	
To Donation for Club Pavilion	By Balance c/d:	
(on 1.1.2018)	Cash in hand 52	
	A COMMERCE ACADEMY	
	Cash at bank 514	
	Stamps 25	591
		23,466

Information:

Particulars	1.4.2017	31.3.2018
Club Pavilion Fund	₹ '000	₹ '000
Sports Equipments	5,000	?
Furniture	4,500	?
Stock of Foodstuff	3,200	?
6% Government Securities (Face Value ₹ 30,00,000)	120	80
Subscription Outstanding	2,580	?
Subscription in Advance	600	250
Outstanding Miscellaneous Expenses	—	300
	200	250

Accounting policies followed by Tulsian Sports Club, Delhi are, provide as under:

(a) The sports equipments and furniture are to be depreciated @ 25% and 19% p.a. respectively.

(b) One half of the entrance fees and life membership fee are to be treated as Income.

(Marks 20)

All The Best

