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***-Strictly Confidential : (For Internal and Restricted Use Only)***  
**Senior School Certificate Examination**  
**July -2017-18**  
**Marking Scheme - Accountancy Compartment 67/1-2-3**

**General Instructions:-**

1. Evaluation is to be done as per instructions provided in the Marking Scheme. It should not be done according to one's own interpretation or any other consideration. Marking-Scheme should be strictly adhered to and religiously followed.
2. The Head-Examiner has to go through the first five answer scripts evaluated by each evaluator to ensure that evaluation has been carried out as per the instructions given in the Marking Scheme. The remaining answer scripts meant for evaluation shall be given only after ensuring that there is no significant variation in the marking of individual evaluators.
3. If a question has parts, please award marks on the right hand side for each part. Marks awarded for different parts of the question should then be totalled up and written in the left hand margin and encircled.
4. If a question does not have any parts, marks must be awarded in the left hand margin and encircled.
5. If a student has attempted an extra question, answer of the question deserving more marks should be retained and other answer scored out.
6. No marks to be deducted for the cumulative effect of an error. It should be penalized only once.
7. Deductions up to 25% of the marks must be made if the student has not drawn formats of the Journal and Ledger and has not given the narrations.
8. A full scale of marks 1-80 has to be used. Please do not hesitate to award full marks if the answer deserves it.
9. No marks are to be deducted or awarded for writing / not writing 'TO and BY' while preparing Journal and Ledger accounts.
10. In theory questions, credit is to be given for the content and not for the format.
11. Every Examiner should stay up to sufficiently reasonable time normally 5-6 hours every day and evaluate 20-25 answer books.
12. Avoid the following common types of errors committed by the Examiners in the past-
  - Leaving answer or part thereof unassessed in an answer script
  - Giving more marks for an answer than assigned to it or deviation from the marking scheme.
  - Wrong transference of marks from the inside pages of the answer book to the title page.
  - Wrong question wise totaling on the title page.
  - Wrong totaling of marks of the two columns on the title page
  - Wrong grand total
  - Marks in words and figures not tallying
  - Wrong transference to marks from the answer book to award list
  - Answers marked as correct but marks not awarded.
  - Half or a part of answer marked correct and the rest as wrong but no marks awarded.
13. While evaluating the answer scripts if the answer is found to be totally incorrect, it should be marked as (x) and awarded zero(0) Marks.
14. Any unassessed portion, non-carrying over of marks to the title page or totaling error detected by the candidate shall damage the prestige of all the personnel engaged in the evaluation work as also of the Board. Hence in order to uphold the prestige of all concerned, It is again reiterated that the instructions be followed meticulously and judiciously.
15. The Examiners should acquaint themselves with the guidelines given in the Guidelines for Spot Evaluation before starting the actual evaluation.
16. Every Examiner shall also ensure that all the answers are evaluated, marks carried over to the title page, correctly totaled and written in figures and words

Q. Set No.			Marking Scheme Compartment 2017-18 Accountancy (055) Delhi – 67/1-2-3 Expected Answers / Value points	Distribution of marks										
67/1	67/2	67/3												
1	4	6	<b>Q. Vinay and Naman.....goodwill?</b> <b>Ans.</b> Total Capital of the new firm (on the basis of Prateek's capital) <span style="float: right;"><u>Amt.(₹)</u> 3,00,000</span> Less: Actual Total Capital of the firm (Vinay+Naman+Prateek) <span style="float: right;">2,60,000</span> Goodwill of the firm <span style="float: right;"><u>40,000</u></span>	1 Mark										
2	6	4	<b>Q. In which ratio.....deceased partner?</b> <b>Ans.</b> The remaining partners will acquire the share of the deceased partner in <b>Gaining ratio.</b>	1 Mark										
3	5	2	<b>Q. Give the .....partnership firm.</b> <b>Ans. .</b> <div style="text-align: center;"><b>Journal</b></div> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 45%;">Particulars</th> <th style="width: 10%;">LF</th> <th style="width: 15%;">Dr. Amt. (₹)</th> <th style="width: 15%;">Cr. Amt. (₹)</th> </tr> </thead> <tbody> <tr> <td></td> <td>Partner's Capital A/c Dr.     To Partner's Loan A/c [Asset side loan of partner transferred to his capital account on dissolution of firm]</td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	Date	Particulars	LF	Dr. Amt. (₹)	Cr. Amt. (₹)		Partner's Capital A/c Dr. To Partner's Loan A/c [Asset side loan of partner transferred to his capital account on dissolution of firm]				1 Mark
Date	Particulars	LF	Dr. Amt. (₹)	Cr. Amt. (₹)										
	Partner's Capital A/c Dr. To Partner's Loan A/c [Asset side loan of partner transferred to his capital account on dissolution of firm]													
4	2	1	<b>Q. Aman,Yatin.....Aman and Yatin.</b> <b>Ans.</b> Aman's Gain = $5/8 \times 2/10 = 5/40$ Yatin's Gain = $3/8 \times 2/10 = 3/40$ Gaining Ratio = 5:3 <b>Note :</b> In case an examinee has not shown the calculation but has given the correct answer, full credit may be given.	1 Mark										
5	3	5	<b>Q. Give two items..... Current Account.</b> <b>Ans. (any two)</b> 1. Drawings 2. Interest on drawings. 3. Share of loss	$\frac{1}{2} + \frac{1}{2}$ =1 Mark										
6	1	3	<b>Q. What is meant..... Shares'?</b> <b>Ans.</b> Private placement of shares means any offer of securities or invitation by a company to subscribe for securities to some selected individuals and institutional investors.	1 Mark										
7	10	9	<b>Q. Amit and Kartik..... share of goodwill.</b>  <b>Ans.</b> Normal profits = $\frac{12}{100} \times 1,60,000 = ₹19,200$ Average profit = ₹ 30,000 Super profit = ₹ 30,000 - ₹ 19,200 = ₹ 10,800  Goodwill = ₹10,800 x 4 = ₹43,200 Saurabh Share of Goodwill = ₹ 43,200 x $\frac{1}{3}$ = ₹ 14,400	1  1  1 = 3marks										
8	7	7	<b>Q. Navnirman Ltd..... these entries.</b>											

Ans. Books of the Madhur Ltd.				
Journal				
Date	Particulars	LF	Dr. Amt. (₹)	Cr. Amt. (₹)
	(i) Equity Share first call A/c .....Dr. To Equity Share Capital A/c [First call due on 4,00,000 shares @ ₹ 2 per share]		8,00,000	8,00,000
	(ii) Bank A/c .....Dr. Calls in Arrear A/c.....Dr. To Equity Share first call A/c To Calls in advance A/c [ First call money received on 3,99,300 shares along with final call on 6,000 shares ]		8,16,600 1,400	8,00,000 18,000
	(iii) Equity Share second & final call A/c Dr. To Equity Share Capital A/c [ Final call due on 4,00,000 shares @ ₹ 3 per share]		12,00,000	12,00,000
	(iv) Bank A/c .....Dr. Calls in Advance A/c.....Dr. To Equity Share second & final call A/c To Calls in Arrear A/c [ Final call received along with arrears of first Call and calls in advance adjusted]		11,83,400 18,000	12,00,000 1,400

½

1

½

1

= 3  
marks

Q. Janta Ltd. ....notes to accounts.			
Ans. Balance Sheet of Janta Ltd.			
As at .....(As per revised schedule VI)			
Particulars	Note No.	Amount (₹) Current year	Amount (₹) Previous year
<b>EQUITY &amp; LIABILITIES</b>			
I Shareholder's funds :			
a) Share Capital	1	<u>5,79,600</u>	-----
<b>Notes to Accounts :</b>			
Particulars			(₹)
<b>(1) Share Capital</b>			
<b>Authorised Capital :</b>			
2,00,000 equity shares of ₹ 10 each			<u>20,00,000</u>
<b>Issued Capital</b>			
1,00,000 equity shares of ₹ 10 each			<u>10,00,000</u>
<b>Subscribed Capital</b>			
<b>Subscribed but not fully paid</b>			
96,400 shares of ₹ 10 each, ₹ 6 called-up			5,78,400
Add : Forfeited shares A/c			<u>1,200</u>
			<u>5,79,600</u>

1

½

½

½ + ½

= 3  
Marks

10	9	8	<p><b>Q. Ajay, Bhawna and Shreya..... above para.</b>  <b>Ans. (a)</b>            (i) Shreya's share of profit = <math>1,40,000 \times 20/100 \times 1/5 = ₹ 5,600</math>            (ii)</p> <p style="text-align: center;"><b>Books of Ajay, Bhawna and Shreya</b>  <b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr. Amt. (₹)</th> <th>Cr. Amt. (₹)</th> </tr> </thead> <tbody> <tr> <td>July 1 2017</td> <td>(b) Profit &amp; Loss Suspense A/c .....Dr.                To Shreya's Capital A/c                [ Shreya's share of profits till her death                credited to her A/c]</td> <td></td> <td style="text-align: right;">5,600</td> <td style="text-align: right;">5,600</td> </tr> </tbody> </table> <p><b>(b) Value (any one)</b>            (i) Empathy            (ii) Concern for the specially abled  <b>(Or any other suitable value)</b></p>	Date	Particulars	LF	Dr. Amt. (₹)	Cr. Amt. (₹)	July 1 2017	(b) Profit & Loss Suspense A/c .....Dr. To Shreya's Capital A/c [ Shreya's share of profits till her death credited to her A/c]		5,600	5,600	<p style="text-align: right;"><b>1</b></p> <p style="text-align: right;"><b>1</b></p> <p style="text-align: right;"><b>1</b>  <b>=3</b>  <b>Marks</b></p>																								
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11	12	11	<p><b>Q. Rajiv and Sanjeev..... clearly.</b>  <b>Ans.</b></p> <p style="text-align: center;"><b>Books of the Rajiv and Sanjeev</b>  <b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>2017 Apr 1</td> <td>Rajiv's Capital A/c..... Dr.                To Sanjeev's Capital A/c                [ Being interest on Capital omitted, now                rectified ]</td> <td></td> <td style="text-align: right;">2,760</td> <td style="text-align: right;">2,760</td> </tr> </tbody> </table> <p><b>Working:</b></p> <table style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th colspan="4" style="text-align: center;"><b>Past Adjustment Table</b></th> </tr> <tr> <th style="text-align: left;">Particulars</th> <th style="text-align: center;">Rajiv</th> <th style="text-align: center;">Sanjeev</th> <th style="text-align: center;">Total</th> </tr> </thead> <tbody> <tr> <td>Omission of IOC</td> <td style="text-align: right;">5,400 (Cr.)</td> <td style="text-align: right;">4,800 (Cr.)</td> <td style="text-align: right;">10,200 (Dr.)</td> </tr> <tr> <td>Profits wrongly distributed</td> <td style="text-align: right;">52,000 (Dr.)</td> <td style="text-align: right;">8,000 (Dr.)</td> <td style="text-align: right;">60,000 (Cr.)</td> </tr> <tr> <td>Profits correctly distributed</td> <td style="text-align: right;">43,840 (Cr.)</td> <td style="text-align: right;">5,960 (Cr.)</td> <td style="text-align: right;">49,800 (Dr.)</td> </tr> <tr> <td><b>Net Effect</b></td> <td style="text-align: right;"><b>2,760 (Dr.)</b></td> <td style="text-align: right;"><b>2,760 (Cr.)</b></td> <td style="text-align: right;"><b>00</b></td> </tr> </tbody> </table> <p><b>In case a student has presented correct working in any other form, full credit may be given</b></p>	Date	Particulars	LF	Dr (₹)	Cr (₹)	2017 Apr 1	Rajiv's Capital A/c..... Dr. To Sanjeev's Capital A/c [ Being interest on Capital omitted, now rectified ]		2,760	2,760	<b>Past Adjustment Table</b>				Particulars	Rajiv	Sanjeev	Total	Omission of IOC	5,400 (Cr.)	4,800 (Cr.)	10,200 (Dr.)	Profits wrongly distributed	52,000 (Dr.)	8,000 (Dr.)	60,000 (Cr.)	Profits correctly distributed	43,840 (Cr.)	5,960 (Cr.)	49,800 (Dr.)	<b>Net Effect</b>	<b>2,760 (Dr.)</b>	<b>2,760 (Cr.)</b>	<b>00</b>	<p style="text-align: right;"><b>2</b></p> <p style="text-align: right;"><b>2</b>  <b>=</b>  <b>4 Marks</b></p>
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			<p><b>(b) Value (any one)</b></p> <p>(i) Sympathy towards the homeless</p> <p>(ii) Social Responsibility / Concern for society</p> <p><b>(Or any other suitable value)</b></p>	<p><b>1</b></p> <p><b>=</b></p> <p><b>4 Marks</b></p>																																																																																																																							
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				By Balance c/d	10,800																																																																																																																						
		<u>21,600</u>			<u>21,600</u>																																																																																																																						
	To Balance b/d	10,800		By Statement of P& L	7,200																																																																																																																						
				By Balance c/d	3,600																																																																																																																						
		<u>10,800</u>			<u>10,800</u>																																																																																																																						
	To Balance b/d	3,600		By Statement of P& L	3,600																																																																																																																						
		<u>3,600</u>			<u>3,600</u>																																																																																																																						
YEAR	DEBENTURES O/S	RATIO	DISCOUNT W/O																																																																																																																								
1 <sup>st</sup>	6,00,000	4	$36,000 \times 4/10 = 14,400$																																																																																																																								
2 <sup>nd</sup>	4,50,000	3	$36,000 \times 3/10 = 10,800$																																																																																																																								
3 <sup>rd</sup>	3,00,000	2	$36,000 \times 2/10 = 7,200$																																																																																																																								
4 <sup>th</sup>	1,50,000	1	$36,000 \times 1/10 = 3,600$																																																																																																																								
14	15	13	<p><b>Q. Girija and Ganesh..... Bank Account.</b></p> <p><b>Ans.</b></p>																																																																																																																								

Dr.		Realisation Account		Cr.	
Particulars	Amt (₹)	Particulars	Amt (₹)		
To Sundry Assets :		By Sundry Liabilities :			
Debtors           55,000		Provision for Doubtful Debts	2,000		
Stock            78,000		Creditors           80,000			
Investments    89,000		Girija's Brother's			
Buildings <u>2,50,000</u>	4,72,000	Loan           77,000			
To Girija's Capital A/c	77,000	Bank Overdraft <u>50,000</u>		2,09,000	
(Brother's Loan)		By Investment Fluctuation		15,000	
To Bank A/c :		Fund			
Creditors           3,000		By Bank A/c			
Bank Overdraft <u>50,000</u>	53,000	Debtors :           49,000			
To Ganesh's capital A/c	17,000	Buildings:           1,72,000			
(Realisation Exp.)		Investments: <u>80,000</u>		3,01,000	
		By Ganesh's capital A/c		4,000	
		(stock)			
		By Partners' Capital A/c :			
		(Loss)			
		Girija :   36,000			
		Ganesh: <u>54,000</u>		90,000	
	<u>6,19,000</u>			<u>6,19,000</u>	

3

Dr.			Partners' Capital A/c			Cr.		
Particulars	Girija (₹)	Ganesh (₹)	Particulars	Girija (₹)	Ganesh (₹)			
To P & L A/c	4,000	6,000	By Balance b/d	1,50,000	1,00,000			
To Realisation A/c	36,000	54,000	By Realisation A/c	77,000	17,000			
To Realisation A/c	-----	4,000						
To bank A/c	1,87,000	53,000						
	<u>2,27,000</u>	<u>1,17,000</u>		<u>2,27,000</u>	<u>1,17,000</u>			

2

Dr.		Bank A/c		Cr.	
Particulars	Amt (₹)	Particulars	Amt (₹)		
To Balance b/d	20,000	By Realisation A/c (liabilities)	53,000		
To Realisation A/c (assets)	3,01,000	By Ganesh's Loan A/c	28,000		
		By Girija's Capital A/c	1,87,000		
		By Ganesh's Capital A/c	53,000		
	<u>3,21,000</u>		<u>3,21,000</u>		

1

= 6 Marks

Q. Parth, Raman.....above case.

## Books of the Parth, Raman and Zaisha

## Journal

Date	Particulars	LF	Dr (₹)	Cr (₹)
2017	Parth's Capital A/c..... Dr.		2,000	
Apr 1	Raman's Capital A/c.....Dr.		1,200	
	Zaisha's Capital A/c.....Dr.		800	
	To P & L A/c			4,000
	[Debit balance of P & L A/c distributed in old ratio]			

½

			2017 Apr 1	General Reserve A/c .....Dr. To Parth's Capital A/c To Raman's Capital A/c To Zaisha's Capital A/c (General Reserve distributed in old ratio)	36,000	18,000 10,800 7,200	$\frac{1}{2}$																	
				Revaluation A/c .....Dr. Workmen Compensation Reserve A/c....Dr. To Workmen Compensation Claim A/c ( Liability of workmen compensation claim created out of Workmen Compensation Reserve and Revaluation A/c)	8,000 12,000	20,000	$\frac{1}{2}$																	
				Revaluation A/c.....Dr. To Stock A/c (Decrease in value of stock recorded through Revaluation A/c)	3,200	3,200	$\frac{1}{2}$																	
				Investments A/c.....Dr. Creditors A/c.....Dr. To Revaluation A/c (Increase in value of investments recorded and amount not likely to be claimed by creditors written off)	2,000 900	2,900	$\frac{1}{2}$																	
				Parth's Capital A/c..... Dr. Raman's Capital A/c.....Dr. Zaisha's Capital A/c.....Dr. To Revaluation A/c [Loss on Revaluation of assets and reassessment of liabilities transferred to partners in old ratio]	4,150 2,490 1,660	8,300	$\frac{1}{2}$																	
				Raman's Capital A/c.....Dr. Zaisha's capital A/c .....Dr. To Parth's Capital A/c (Adjustment for goodwill on account of change in profit sharing ratio)	15,200 7,600	22,800	1																	
			<p><b>VALUES : (any two)</b></p> <ol style="list-style-type: none"> <li>Concern for the elderly</li> <li>Charity</li> <li>Sensitivity towards the environment</li> </ol> <p><b>(or any other suitable value)</b></p> <p><b>Working Notes :</b></p> <p><b>[1] Calculation of Gaining Ratio</b></p> <table style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th>Parth</th> <th>Raman</th> <th>Zaisha</th> </tr> </thead> <tbody> <tr> <td>New Ratio</td> <td>2/10</td> <td>5/10</td> <td>3/10</td> </tr> <tr> <td>Less: Old ratio</td> <td>5/10</td> <td>3/10</td> <td>2/10</td> </tr> <tr> <td><u>Gain</u></td> <td>(3/10)</td> <td>2/10</td> <td>1/10</td> </tr> </tbody> </table> <p style="text-align: center;"><b>(Sacrifice)</b></p>						Parth	Raman	Zaisha	New Ratio	2/10	5/10	3/10	Less: Old ratio	5/10	3/10	2/10	<u>Gain</u>	(3/10)	2/10	1/10	
	Parth	Raman	Zaisha																					
New Ratio	2/10	5/10	3/10																					
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			<p><b>VALUES : (any two)</b></p> <ol style="list-style-type: none"> <li>Concern for the elderly</li> <li>Charity</li> <li>Sensitivity towards the environment</li> </ol> <p><b>(or any other suitable value)</b></p> <p><b>Working Notes :</b></p> <p><b>[1] Calculation of Gaining Ratio</b></p> <table style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th>Parth</th> <th>Raman</th> <th>Zaisha</th> </tr> </thead> <tbody> <tr> <td>New Ratio</td> <td>2/10</td> <td>5/10</td> <td>3/10</td> </tr> <tr> <td>Less: Old ratio</td> <td>5/10</td> <td>3/10</td> <td>2/10</td> </tr> <tr> <td><u>Gain</u></td> <td>(3/10)</td> <td>2/10</td> <td>1/10</td> </tr> </tbody> </table> <p style="text-align: center;"><b>(Sacrifice)</b></p>						Parth	Raman	Zaisha	New Ratio	2/10	5/10	3/10	Less: Old ratio	5/10	3/10	2/10	<u>Gain</u>	(3/10)	2/10	1/10	
	Parth	Raman	Zaisha																					
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<u>Gain</u>	(3/10)	2/10	1/10																					
16	17	16 OR	<p><b>Q. Manvet Ltd. invited ..... books of the company</b></p> <p><b>Ans.</b></p>																					
			<p><b>VALUES : (any two)</b></p> <ol style="list-style-type: none"> <li>Concern for the elderly</li> <li>Charity</li> <li>Sensitivity towards the environment</li> </ol> <p><b>(or any other suitable value)</b></p> <p><b>Working Notes :</b></p> <p><b>[1] Calculation of Gaining Ratio</b></p> <table style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th>Parth</th> <th>Raman</th> <th>Zaisha</th> </tr> </thead> <tbody> <tr> <td>New Ratio</td> <td>2/10</td> <td>5/10</td> <td>3/10</td> </tr> <tr> <td>Less: Old ratio</td> <td>5/10</td> <td>3/10</td> <td>2/10</td> </tr> <tr> <td><u>Gain</u></td> <td>(3/10)</td> <td>2/10</td> <td>1/10</td> </tr> </tbody> </table> <p style="text-align: center;"><b>(Sacrifice)</b></p>						Parth	Raman	Zaisha	New Ratio	2/10	5/10	3/10	Less: Old ratio	5/10	3/10	2/10	<u>Gain</u>	(3/10)	2/10	1/10	
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Less: Old ratio	5/10	3/10	2/10																					
<u>Gain</u>	(3/10)	2/10	1/10																					

2  
=  
6 Marks

<b>Books of Manvet Ltd.</b>					
<b>Journal</b>					
Date	Particulars	LF	Dr (₹)	Cr (₹)	
(i)	Bank A/c .....Dr. To Equity Share Application & Allotment A/c [ Application money received on 15,00,000 shares]		60,00,000	60,00,000	½
(ii)	Equity Share Application & Allotment A/c.....Dr. To Equity Share Capital A/c To Securities Premium Reserve A/c To Calls in Advance A/c [ Application & Allotment money transferred to share capital A/c, Securities Premium A/c, Calls in Advance A/c]		60,00,000	30,00,000 10,00,000 20,00,000	1
(iii)	Equity Share First Call A/c .....Dr. To Equity Share Capital A/c [ First call money due on 10,00,000 shares ]		40,00,000	40,00,000	½
(iv)	Bank A/c .....Dr. Calls in Advance A/c.....Dr. To Equity Share First Call A/c [ First Call money received except on 4,000 shares and calls in advance adjusted] <b>OR</b> Bank A/c .....Dr. Calls in arrear A/c ..... Dr. Calls in Advance A/c.....Dr. To Equity Share First Call A/c [ First Call money received except on 4,000 shares and calls in advance adjusted]		19,92,000 20,00,000 19,92,000 8,000 20,00,000	39,92,000 40,00,000	1½
(v)	Equity Share second & final Call A/c .....Dr. To Equity Share Capital A/c [ Second & Final call money due on 10,00,000 shares ]		30,00,000	30,00,000	½
(vi)	Bank A/c .....Dr. To Equity Share second & final Call A/c [ Second and final Call money received except on 4,000 shares ] <b>OR</b> Bank A/c .....Dr. Calls in arrear A/c ..... Dr. To Equity Share second & final Call A/c [ Second and final Call money received except on 4,000 shares ]		29,88,000 29,88,000 12,000	29,88,000 30,00,000	1
(vii)	Equity Share Capital A/c.....Dr. To Forfeited Shares A/c To Equity Share first call A/c To Equity Share second & Final Call A/c [ Forfeiture of 4,000 shares for non payment of call money ] <b>OR</b>		40,000	20,000 8,000 12,000	1

			<p>Equity Share Capital A/c.....Dr.          To Forfeited Shares A/c          To Calls – in – Arrear A/c          [ Forfeiture of 4,000 shares for non payment of call money ]</p>		40,000	20,000 20,000																																													
			<p>(viii) Bank A/c .....Dr.          Forfeited Shares A/c.....Dr.          To Equity Share Capital A/c          [ 3,600 of the forfeited shares reissued as fully paid up ]</p>		28,800 7,200	36,000		1																																											
			<p>(ix) Forfeited Shares A/c .....Dr.          To Capital Reserve A/c          [ Gain on 3,600 reissued shares transferred to capital reserve A/c ]</p>		10,800	10,800		1																																											
								= 8 Marks																																											
16 OR	17 OR	16	<p><b>Q. X Ltd. Invited..... books of X Ltd.</b></p> <p><b>Ans. Books of X Ltd.</b></p> <p style="text-align: center;"><b>Journal</b></p> <table border="1"> <thead> <tr> <th>Date</th> <th>Particulars</th> <th>LF</th> <th>Dr (₹)</th> <th>Cr (₹)</th> </tr> </thead> <tbody> <tr> <td>(i)</td> <td>Bank A/c .....Dr.            To Equity Share Application A/c            [ Application money received on 8,00,000 shares]</td> <td></td> <td>8,00,000</td> <td>8,00,000</td> </tr> <tr> <td>(ii)</td> <td>Equity Share Application A/c.....Dr.            To Equity Share Capital A/c            To Equity Share Allotment A/c            To Bank A/c            [ Application money transferred to share capital A/c, excess transferred to Share Allotment and money refunded on shares rejected ]</td> <td></td> <td>8,00,000</td> <td>5,00,000 2,00,000 1,00,000</td> </tr> <tr> <td>(iii)</td> <td>Equity Share Allotment A/c .....Dr.            To Equity Share Capital A/c            [Allotment money due on 5,00,000 shares]</td> <td></td> <td>10,00,000</td> <td>10,00,000</td> </tr> <tr> <td>(iv)</td> <td>Bank A/c .....Dr.            To Equity Share Allotment A/c [ Allotment money received on 4,95,000 shares]</td> <td></td> <td>7,92,000</td> <td>7,92,000</td> </tr> <tr> <td></td> <td style="text-align: center;"><b>OR</b></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td>Bank A/c .....Dr.            Calls – in – arrear A/c .....Dr..            To Equity Share Allotment A/c            [Allotment money received on 4,95,000 shares]</td> <td></td> <td>7,92,000 8,000</td> <td>8,00,000</td> </tr> <tr> <td>(v)</td> <td>Equity Share First Call A/c .....Dr.            To Equity Share Capital A/c            [ First call money due on 5,00,000 shares ]</td> <td></td> <td>15,00,000</td> <td>15,00,000</td> </tr> </tbody> </table>						Date	Particulars	LF	Dr (₹)	Cr (₹)	(i)	Bank A/c .....Dr. To Equity Share Application A/c [ Application money received on 8,00,000 shares]		8,00,000	8,00,000	(ii)	Equity Share Application A/c.....Dr. To Equity Share Capital A/c To Equity Share Allotment A/c To Bank A/c [ Application money transferred to share capital A/c, excess transferred to Share Allotment and money refunded on shares rejected ]		8,00,000	5,00,000 2,00,000 1,00,000	(iii)	Equity Share Allotment A/c .....Dr. To Equity Share Capital A/c [Allotment money due on 5,00,000 shares]		10,00,000	10,00,000	(iv)	Bank A/c .....Dr. To Equity Share Allotment A/c [ Allotment money received on 4,95,000 shares]		7,92,000	7,92,000		<b>OR</b>					Bank A/c .....Dr. Calls – in – arrear A/c .....Dr.. To Equity Share Allotment A/c [Allotment money received on 4,95,000 shares]		7,92,000 8,000	8,00,000	(v)	Equity Share First Call A/c .....Dr. To Equity Share Capital A/c [ First call money due on 5,00,000 shares ]		15,00,000	15,00,000			½ ½ ½ 1 ½
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Balance Sheet of the Reconstituted firm as at April 1, 2017			
Liabilities	Amt (₹)	Assets	Amt (₹)
Outstanding Salary	12,000	Cash at Bank	5,27,000
Creditors	2,20,000	Stock	2,80,000
Employees Provident Fund	1,00,000	Debtors	6,50,000
Partners' Capital A/c:		Less : Provision	<u>50,000</u>
Abhir -	7,59,000	Investments	4,40,000
Divya -	4,53,000		
Vibhor -	<u>3,03,000</u>		
	<u>18,47,000</u>		<u>18,47,000</u>

**Working notes:**  
**Calculation of Vibhor's capital:**  
 Abhir + Divya's Capital = 7,59,000 + 4,53,000 = 12,12,000  
 Vibhor's capital = 12,12,000 X 5/4 X 1/5 = **3,03,000**

**3**  
= **8 Marks**

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17 OR	16 OR	17	<p><b>Q. Kavya, Manya and Navita.....till it is finally paid.</b>  <b>Ans.</b></p> <p style="text-align: center;"><b>Revaluation A/c</b></p> <table border="1"> <thead> <tr> <th colspan="2">Dr</th> <th colspan="2">Cr</th> </tr> <tr> <th>Particulars</th> <th>Amt (₹)</th> <th>Particulars</th> <th>Amt (₹)</th> </tr> </thead> <tbody> <tr> <td>To Workmen Compensation Claim A/c</td> <td>4,000</td> <td>By Investments</td> <td>13,000</td> </tr> <tr> <td>To Fixed Assets A/c</td> <td>89,000</td> <td>By Loss transferred to :</td> <td></td> </tr> <tr> <td></td> <td></td> <td>    Kavya's Capital A/c: 40,000</td> <td></td> </tr> <tr> <td></td> <td></td> <td>    Manya's Capital A/c: 24,000</td> <td></td> </tr> <tr> <td></td> <td></td> <td>    Navita's capital A/c: <u>16,000</u></td> <td>80,000</td> </tr> <tr> <td></td> <td><u>93,000</u></td> <td></td> <td><u>93,000</u></td> </tr> </tbody> </table> <p style="text-align: center;"><b>Partners' Capital A/c</b></p> <table border="1"> <thead> <tr> <th colspan="4">Dr.</th> <th colspan="4">Cr.</th> </tr> <tr> <th>Particulars</th> <th>Kavya (₹)</th> <th>Manya (₹)</th> <th>Navita (₹)</th> <th>Particulars</th> <th>Kavya (₹)</th> <th>Manya (₹)</th> <th>Navita (₹)</th> </tr> </thead> <tbody> <tr> <td>To Revaluation A/c (Loss)</td> <td>40,000</td> <td>24,000</td> <td>16,000</td> <td>By Balance b/d</td> <td>6,00,000</td> <td>5,00,000</td> <td>4,00,000</td> </tr> <tr> <td>To Kavya's Capital A/c</td> <td></td> <td>18,000</td> <td>12,000</td> <td>By General Reserve A/c</td> <td>50,000</td> <td>30,000</td> <td>20,000</td> </tr> <tr> <td>To Bank A/c</td> <td>20,000</td> <td></td> <td></td> <td>By Manya's Capital A/c</td> <td>18,000</td> <td></td> <td></td> </tr> <tr> <td>To Kavya's Loan A/c</td> <td>6,20,000</td> <td></td> <td></td> <td>By Navita's Capital A/c</td> <td>12,000</td> <td></td> <td></td> </tr> <tr> <td>To Balance c/d</td> <td></td> <td>4,88,000</td> <td>3,92,000</td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td><u>6,80,000</u></td> <td><u>5,30,000</u></td> <td><u>4,20,000</u></td> <td></td> <td><u>6,80,000</u></td> <td><u>5,30,000</u></td> <td><u>4,20,000</u></td> </tr> </tbody> </table> <p style="text-align: center;"><b>Kavya's Loan A/c on next page.....</b></p>	Dr		Cr		Particulars	Amt (₹)	Particulars	Amt (₹)	To Workmen Compensation Claim A/c	4,000	By Investments	13,000	To Fixed Assets A/c	89,000	By Loss transferred to :				Kavya's Capital A/c: 40,000				Manya's Capital A/c: 24,000				Navita's capital A/c: <u>16,000</u>	80,000		<u>93,000</u>		<u>93,000</u>	Dr.				Cr.				Particulars	Kavya (₹)	Manya (₹)	Navita (₹)	Particulars	Kavya (₹)	Manya (₹)	Navita (₹)	To Revaluation A/c (Loss)	40,000	24,000	16,000	By Balance b/d	6,00,000	5,00,000	4,00,000	To Kavya's Capital A/c		18,000	12,000	By General Reserve A/c	50,000	30,000	20,000	To Bank A/c	20,000			By Manya's Capital A/c	18,000			To Kavya's Loan A/c	6,20,000			By Navita's Capital A/c	12,000			To Balance c/d		4,88,000	3,92,000						<u>6,80,000</u>	<u>5,30,000</u>	<u>4,20,000</u>		<u>6,80,000</u>	<u>5,30,000</u>	<u>4,20,000</u>
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Particulars	Kavya (₹)	Manya (₹)	Navita (₹)	Particulars	Kavya (₹)	Manya (₹)	Navita (₹)																																																																																												
To Revaluation A/c (Loss)	40,000	24,000	16,000	By Balance b/d	6,00,000	5,00,000	4,00,000																																																																																												
To Kavya's Capital A/c		18,000	12,000	By General Reserve A/c	50,000	30,000	20,000																																																																																												
To Bank A/c	20,000			By Manya's Capital A/c	18,000																																																																																														
To Kavya's Loan A/c	6,20,000			By Navita's Capital A/c	12,000																																																																																														
To Balance c/d		4,88,000	3,92,000																																																																																																
	<u>6,80,000</u>	<u>5,30,000</u>	<u>4,20,000</u>		<u>6,80,000</u>	<u>5,30,000</u>	<u>4,20,000</u>																																																																																												

**2**  
**4**

			<b>Dr. Kavya's Loan A/c</b>								
			<b>Cr.</b>								
<b>Date</b>	<b>Particulars</b>	<b>Amt (₹)</b>	<b>Date</b>	<b>Particulars</b>	<b>Amt (₹)</b>						
2016 31 <sup>st</sup> march	To Balance c/d	6,20,000	2016 31 <sup>st</sup> march	By Kavya's Capital A/c	6,20,000						
		<b>6,20,000</b>			<b>6,20,000</b>						
2017 March 31	To bank A/c To Balance c/d	3,72,000 3,10,000	2016 April 1 2017 March 31	By Balance b/d By interest on Loan A/c	6,20,000 62,000						
		<b>6,82,000</b>			<b>6,82,000</b>						
2018 31 <sup>st</sup> march	To bank A/c	3,41,000	2017 1 <sup>st</sup> April 2018 31 <sup>st</sup> march	By balance b/d By interest on Loan A/c	3,10,000 31,000						
		<b>3,41,000</b>			<b>3,41,000</b>						
<b>Note :</b>									<b>2</b>		
In case an examinee has prepared Kavya's Loan A/c starting from April 1, 2016 as 'By Kavya's Capital A/c' with 6,20,000 , full credit must be given.									<b>= 8 Marks</b>		
<b>PART B OPTION - I (Financial Statements Analysis)</b>											
18	19	18	<b>Q. 'Loans and advances granted' .....Cash Flow Statement.</b>						<b>1 Mark</b>		
			<b>Ans.</b> Investing Activity								
19	18	19	<b>Q. State the primary .....Cash Flow Statement.</b>						<b>1 Mark</b>		
			<b>Ans.</b> The primary objective of a Cash Flow Statement is to provide useful information about cash inflows and outflows of an enterprise during a particular period under various heads i.e. Operating Activities, Investing Activities and Financing Activities.								
20	21	22	<b>Q. (a) Under which ..... 'Analysis of Financial Statements'.</b>								
			<b>Ans.</b>								
			<b>Items</b>		<b>Heads</b>		<b>Sub-heads</b>				
			Provision for employee benefits		Non Current liabilities		Long Term provisions		<b>1</b>		
			Calls in advance		Current Liabilities		Other Current Liabilities		<b>1</b>		
			<b>Q. (b) State any two..... of Financial Statements.'</b>								
			<b>Ans.</b> Limitations of 'Analysis of Financial Statements' are: <b>(any two)</b>								
			<ul style="list-style-type: none"> <li>• It doesn't consider price level changes.</li> <li>• It is just a Historical Analysis, therefore, it doesn't reflect on the current and future position.</li> <li>• Lack of Qualitative Analysis as monetary information alone is considered.</li> <li>• Affected by the personal ability and bias of the analyst.</li> <li>• It may be misleading without the knowledge of the changes in accounting procedure followed by a firm.</li> </ul>						<b>2</b>		
									<b>= 4 Marks</b>		

- Affected by window dressing.
- As there may be difference in Accounting Policies followed by different firms, meaningful inter-firm comparison may not be possible.
- It suffers from limitations of Financial statements.
- It only identifies the symptoms of the problems but does not offer diagnosis of the reasons for problem and remedy thereof.

21 22 20

**Q. (a) A company.....the company.**

**Ans.** Gross Profit = 25% on cost, Gross Profit = 5,00,000  
Revenue from Operations =  $125/25 \times 5,00,000 = ₹25,00,000$

Working Capital = Equity Share Capital + Reserves & Surplus + Long Term Loan  
– Non Current Assets = ₹ 5,00,000

Working Capital Turnover Ratio =  $\frac{\text{Revenue from Operations}}{\text{Working Capital}}$

$$= \frac{25,00,000}{5,00,000} = 5 \text{ times}$$

**Q. (b) Y Ltd.'s profits.....Y Ltd..**

**Ans.** Net Profit before Interest and Tax = 1,00,000 + 25,000 + 40,000 = ₹1,65,000  
Capital Employed = Fixed Assets + Working Capital = 6,00,000 + 2,00,000 = ₹8,00,000  
Working Capital = 4,00,000 - 2,00,000 = 2,00,000

Return on Investment =  $\frac{\text{Net Profit before interest and tax} \times 100}{\text{Capital Employed}}$

$$= \frac{1,65,000}{8,00,000} \times 100 = 20.62\%$$

2

2

=4  
Marks

22 20 21

**Q. From the following.....Profit and Loss.**

**Ans.**

**Comparative Statement of Profit & Loss  
For the year ending 31<sup>st</sup> March 2016 and 2017**

Particulars	Note No.	31 <sup>st</sup> March, 2016 (₹)	31 <sup>st</sup> March, 2017 (₹)	Absolute Inc/ Dec.	Percentage Inc./ Dec.
(i) Revenue from Operations		18,00,000	24,00,000	6,00,000	33.33
(ii) Add other income		4,50,000	3,60,000	(90,000)	(20)
<b>(iii) Total Revenue (I + II)</b>		<b>22,50,000</b>	<b>27,60,000</b>	<b>5,10,000</b>	<b>22.67</b>
<b>(iv) Less: Expenses</b>		9,00,000	14,40,000	5,40,000	60
(v) Profit before Tax (III – IV)		13,50,000	13,20,000	(30,000)	(2.22)
<b>(vi) Less: Tax @ 40%</b>		5,40,000	5,28,000	(12,000)	(2.22)
<b>(vii) Profit after tax</b>		<b>8,10,000</b>	<b>7,92,000</b>	<b>(18,000)</b>	<b>(2.22)</b>

½

½

1

½

½

½

½

=

4 marks

23	23	23	<p><b>Q. Following is the Balance Sheet..... Cash Flow Statement.</b></p> <p><b>Ans.</b></p> <p style="text-align: center;"><b>MEVANCA Ltd.</b></p> <p style="text-align: center;"><b>Cash flow Statement for the year ending 31<sup>st</sup> March, 2017</b></p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 60%;">Particulars</th> <th style="width: 20%;">Details (₹)</th> <th style="width: 20%;">Amount (R)</th> </tr> </thead> <tbody> <tr> <td colspan="3"><b>A. Cash flows from Operating Activities :</b></td> </tr> <tr> <td>Net Profit before Tax</td> <td style="text-align: right;">(44,000)</td> <td></td> </tr> <tr> <td>Add: Depreciation on Fixed Assets</td> <td style="text-align: right;">25,000</td> <td></td> </tr> <tr> <td>Add: Interest on Loan</td> <td style="text-align: right;">7,500</td> <td></td> </tr> <tr> <td>Operating profit before the working Capital changes</td> <td style="text-align: right;">(11,500)</td> <td></td> </tr> <tr> <td>Add: Decrease in Trade Receivables</td> <td style="text-align: right;">14,000</td> <td></td> </tr> <tr> <td>    Decrease in Other Current Assets</td> <td style="text-align: right;">4,000</td> <td></td> </tr> <tr> <td>Less: Decrease in Trade Payable</td> <td style="text-align: right;">(14,000)</td> <td></td> </tr> <tr> <td>    Increase in Inventories</td> <td style="text-align: right;"><u>(7,000)</u></td> <td></td> </tr> <tr> <td>Cash flows from Operations before tax</td> <td style="text-align: right;">(14,500)</td> <td></td> </tr> <tr> <td>Less: Tax Paid</td> <td style="text-align: right;"><u>(53,000)</u></td> <td></td> </tr> <tr> <td><b>Net Cash used in Operating Activities</b></td> <td></td> <td style="text-align: right;"><b>(67,500)</b></td> </tr> <tr> <td colspan="3"><b>B. 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Fig.)</td> <td style="text-align: right;">51,000</td> </tr> <tr> <td></td> <td style="text-align: right;"><b><u>1,21,000</u></b></td> <td></td> <td style="text-align: right;"><b><u>1,21,000</u></b></td> </tr> </tbody> </table>	Particulars	Details (₹)	Amount (R)	<b>A. Cash flows from Operating Activities :</b>			Net Profit before Tax	(44,000)		Add: Depreciation on Fixed Assets	25,000		Add: Interest on Loan	7,500		Operating profit before the working Capital changes	(11,500)		Add: Decrease in Trade Receivables	14,000		Decrease in Other Current Assets	4,000		Less: Decrease in Trade Payable	(14,000)		Increase in Inventories	<u>(7,000)</u>		Cash flows from Operations before tax	(14,500)		Less: Tax Paid	<u>(53,000)</u>		<b>Net Cash used in Operating Activities</b>		<b>(67,500)</b>	<b>B. Cash flows from Investing Activities :</b>			Purchase of Fixed Assets	<u>(1,69,000)</u>		<b>Net Cash used in investing activities</b>		<b>(1,69,000)</b>	<b>C. 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<b>PART B</b>				
<b>OPTION - II</b>				
<b>(Computerized Accounting )</b>				
18	19	18	<p><b>Q. What is.....'Front End' database.</b></p> <p><b>Ans.</b> It refers to the user interface or application that enables accessing tabular, structured or raw data stored within it. The front end holds the entire application programming utility for data, requests input and sends it to the data back end.</p>	<b>1 Mark</b>
19	18	19	<p><b>Q. Why is.....MS Access?</b></p> <p><b>Ans.</b> The report wizard is the fast way to create a report with a large number of fields and a complex layout. It is favoured by designers as it guides them through a series of dialogue boxes to create the most suitable report.</p>	<b>1 Mark</b>
20	21	22	<p><b>Q. What is.....Simple attribute?</b></p> <p><b>Ans.</b> The attribute which can be divided into smaller sub parts to represent some basic attributes with independent meaning. E.g. name of a person can be sub divided into first name, middle name, last name etc. Simple attribute cannot be further sub divided e.g. height of a person is 4m.</p>	<b>4 Marks</b>
21	22	20	<p><b>Q. State any four.....'Server Database'.</b></p> <p><b>Ans.</b> The points to be considered before making investment in a database: <b>(any Four)</b></p> <ul style="list-style-type: none"> <li>• What all data is to be stored in the database?</li> <li>• Who will capture or modify the data, and how frequently the data will be modified?</li> <li>• Who will be using the database, and what all tasks will they perform?</li> <li>• Will the database ( backend) be used by any other frontend application?</li> <li>• Will access to database be given over LAN/ Internet, and for what purposes?</li> <li>• What level of hardware and operating system is available?</li> <li>•</li> </ul>	<b>1x4</b> <b>=4</b> <b>Marks</b>
22	20	21	<p><b>Q. Explain the terms.....' Data Vault'</b></p> <p><b>Ans. Password Security:</b> Password Security is widely accepted security control to access the data. Only the authorised person can access the data. Any user who does not know the password cannot retrieve information from the system. It ensures data integrity. It uses a binary encoding format of storage and offers access to the database.</p> <p><b>Data Vault:</b> Software provides additional security for the imputed data and this feature is referred as data vault. Data Vault ensured that original information is presented and is not tempered. Data vault password can't be broken. Some software uses data encryption method.</p>	<b>2</b> <b>2</b> <b>=4</b> <b>Marks</b>
23	23	23	<p><b>Q. Yamaha.....MS Excel.</b></p> <p><b>Ans.</b> Cost of purchase column A1 = ₹4,35,000</p> <ul style="list-style-type: none"> <li>• Installation+ other expense column B1 = ₹ 45,000</li> <li>• Cost to use= sum (A1, B1)= Column C1= ₹ 4,80,000</li> <li>• Salvage value= Column D1= ₹2,00,000</li> <li>• Life of Asset= column E1 =5 years</li> <li>• SLM Depreciation = SLM (C1, D1, E1)= Column F1= ₹56,000</li> <li>• Rate of Depreciation = 56,000/ 2,80,000 *100= 20%</li> </ul>	<b>1x6</b> <b>=</b> <b>6 Marks</b>

