

BUDHA DAL PUBLIC SCHOOL PATTIALA
First Term Examination (1 September 2025)
Subject - ACCOUNTANCY (055)
Class XI (Commerce) (Set - B)

M.M.80

Time: 3 hrs.

General Instructions:

1. All questions are compulsory.
2. Question number 1-20 contains 1 mark each.
3. Question no. 21-26 contains 3 marks each.
4. Question no. 27-29 contains 4 marks each.
5. Question no. 30-34 contains 6 marks each.
6. Use of calculator is not allowed

Q1. Which of the qualitative characteristics of accounting information is reflected when information is clearly presented? (1)

a) Understandability b) Comparability c) Relevance d) Reliability

Q2. During the year company purchased pencils for Rs. 50. These had all been issued from stock and were still in use at the end of the year. Which principle is highlighted here? (1)

Q3. Amount paid or payable against purchase of goods is (1)

a) revenue expenditure b) capital expenditure c) Both (a) and (b) d) None of these

Q4. Give any one function of Accounting and explain. (1)

Q5. Identify which of the following statements is associated with accounting (1)

a) It is concerned with recording of transactions
b) It educates how accounting records are maintained
c) It is an art of recording financial transactions and analyzing the financial data
d) It is an art of recording financial transactions, summarizing the recorded transactions, preparing the financial statements, analyzing them and communicating them to the users.

Q6. Rs. 2,000 received from Smith whose account was previously written off a Bad Debt should be credited to: (1)

a) Bad Debts Recovered Account b) Smith's Account c) Cash Account d) None of these

Q7. Match the following items of Column A with the items given in Column B. (1)

Column I	Column II
A) It is a discount allowed by the seller at the time when goods are purchased in large quantity	I) Trade discount
B) It is allowed by the seller of goods to encourage prompt or early payment.	II) Capital expenditure
C) It is discount allowed by the seller of goods but for the reasons other than for which trade discount and cash discount are allowed.	III) Sundry Expenses
D) Expenditure incurred to make the asset ready for use.	IV) Rebate
E) Expenses involve small amount that are not material in nature.	V) Cash Discount

Codes:

a) A - I, B - V, C - IV, D - II, E - III b) A - III, B - V, C - II, D - I, E - IV
c) A - V, B - II, C - III, D - I, E - IV d) A - II, B - IV, C - V, D - I, E - III

Q8. Mohit paid Rs. 9,800 in settlement of his account of Rs. 10,000. Discount Allowed will be recorded in (1)

a) Cash Book b) Journal Proper c) Both Cash Book and Journal Book d) Petty Cash Book

Q9. Recording of Transactions in Journal is called _____. (1)

Q10. Which of the following is not recorded in the books of account? (1)

a) Sales of goods b) Payment of salary c) Quality of staff d) Purchase of goods

B-1

Q11. Which accounting equation is incorrect out of the following?
a) Liabilities = Assets - Capital b) Assets = Liabilities - Capital
c) Capital = Assets - Liabilities d) Assets = Liabilities + Capital (1)

Q12. Assertion (A) : Increase in assets and expenses are credited.

Reason (R) : Increase in Liabilities, Capital and Incomes are credited.

Based on the above statements, which of the ~~below~~ options is correct?

- a) Both Assertion and Reason are true and Reason is correct explanation of Assertion.
- b) Both Assertion and Reason are true but Reason is not the correct explanation of Assertion.
- c) Assertion is true, Reason is false.
- d) Assertion is false, Reason is true.

Q13. According to which of the following accounting concepts, even the proprietor of a business is treated as creditor to the extent of his capital?

- a) Money Measurement Concept
- b) Dual Aspect Concept
- c) Cost Concept
- d) Business Entity Concept (1)

Q14. Rent paid to Janvi (landlord), is credited to _____ (1)

Q15. Under accrual basis of accounting, incomes are accounted when they are

- a) Received
- b) Earned
- c) Earned as well as received
- d) None of these (1)

Q16. Explain Accrued income. Give example.

Q17. Match the following :

Column I	Column II
A) Purchase of goods on credit	i) Purchase book
B) Sales of goods on credit	ii) Sales return book
C) Cash received from debtors	iii) Cash book
D) Goods returned by debtors	iv) Sales book

Codes:

- b) A - I, B - III, C - IV, D - II
- b) A - I, B - IV, C - III, D - II
- c) A - III, B - IV, C - I, D - II
- d) A - III, B - II, C - I, D - IV (1)

Q18. Explain the term 'Loss' with suitable example.

Q19. Explain matching concern concept.

Q20. The amount received or receivable by selling assets, goods or services is known as _____.

Q21. Differentiate between Accrual basis and cash basis of accounting on the basis of following:

- i) Nature of transactions
- ii) Technical knowledge
- iii) Legal position (3)

Q22. Give an example for each of the following type of transaction:

- a) Increase in asset, increase in liability
- b) Decrease in asset, decrease in capital
- c) Increase in capital, decrease in capital

Q23. Explain Modern classification of accounts in detail.

Q24. From the following balances, prepare a trial balance:

Name of Accounts	Amount (Rs.)
Building	3,00,000
Capital	2,70,000
Purchases	40,000
Sales	55,000
Debtors	50,000
Creditors	80,000
Bills Payable	21,000

Bills Receivable	10,000
Bank Overdraft	8,000
Cash in Hand	5,000
Opening Stock (1 st April, 2024)	8,500
Wages	18,000
Bad Debts	3,000
Outstanding Salary	500

(3)

On 1st April, 2025, the position of Sumil Bros., Delhi was as follows:
 Cash in Hand Rs. 6,000, Cash at Bank Rs. 25,600, Stock of Goods Rs. 9,000, Machinery Rs. 45,000, Furniture Rs. 18,000, Abdul Rs. 20,500 (Debtor), Neeraj Rs. 26,000 (Debtor). Loan Rs. 50,000, Amit Rs. 6,700 (Creditor)

Pass the Opening Journal entry.

Q26. What is debit note? Prepare its format.

Q27. Prepare Accounting Equation of the basis of the following transactions:

- a) Harish commenced business with cash 1,50,000
- b) Furniture purchased for cash 20,000
- c) Purchased goods from Mahesh on credit 25,000
- d) Sold goods (costing Rs. 10,000) to Mohan for cash 14,000
- e) Additional capital introduced 20,000
- f) Commission received in advance 2,000

Q28. Journalise the following entries:

- a) Interest due but not received Rs. 5,000
- b) Out of the interest for the year ended 31st March, 2025, Rs. 3,000 is due for receipt on 30th June, 2025.

- c) Salaries payable to staff Rs. 25,000
- d) Out of the rent paid this year, Rs. 10,000 relates to the next year.
- e) Provide 10% depreciation on furniture costing Rs. 50,000
- f) Goods used in-making-furniture (sale price Rs. 2,000, Cost Rs. 1,500)

Q29. Prepare a petty cash book from the following transactions. The imprest amount is Rs. 2000

Date	Particulars	Amount (Rs.)
2024		
Jan 1	Paid cartage	50
Jan 3	STD charges	40
Jan 2	Bus fare	20
Jan 3	Postage	30
Jan 4	Refreshment for employees	80
Jan 6	Courier charges	30
Jan 8	Refreshment of customer	50
Jan 10	cartage	35

Q30. Enter the following transaction in Two-column Cash Book of Reema, and find cash and bank balances:

2025
Apr 1 Cash balance Rs. 2,000, bank balance Rs. 24,500
Apr 2 Cash sales
Apr 5 Deposited in Bank
Apr 7 Issue cheque to Sohan
Apr 12 Received cheque from National Insurance Co. Ltd. against claim lodged last year 19,800
Apr 14 Sold goods to Niraj of Rs. 25,000, received cash Rs. 10,000 and balance by cheque
Allowed him discount Rs. 500
Apr 16 Purchased furniture by cheque



		10,000
Apr 18	Sold old furniture for cash	
Apr 20	Paid into bank cheque of Niraj along with cash Rs. 2,500	2,500
Apr 22	Paid to Suman by cheque	
Apr 26	Suman's cheque returned on technical ground and paid cash for equal amount	300
Apr 26	Bank charged bouncing charges	2,500
Apr 29	Bank paid insurance premium as per standing instructions	5,000
Apr 30	Nigam paid into bank directly, intimation received on the same day	
Q31.	On 31 st March, 2025, Cash Book of a merchant showed bank overdraft of Rs. 1,72,985. On comparing the Cash Book with Bank Statement, following discrepancies were noted.	(6)

- a) Cheques issued for Rs. 60,000 were not presented in the bank till 7th April, 2025.
- b) Cheques amounting to Rs. 75,000 were deposited in the bank but were not collected.
- c) A cheque of 15,000 received from Mahesh Chand and deposited in the bank was dishonoured but the non-payment advice was not received from the bank till 1st April, 2025.
- d) Rs. 1,50,000 entered in Pass Book for cheque realised but not in the Cash Book.
- e) Bank charges Rs. 1,500 and interest on overdraft Rs. 8,500 appeared in the Pass Book but not in the Cash Book.
- f) Overdraft balance as per Cash Book of Rs. 500 on 28th February, 2025 was wrongly carried forward as debit balance. The error was noted at the time of preparing the Bank Reconciliation Statement as on 31st March, 2025.

Prepare Bank Reconciliation Statement.

Q32. Pass the Journal entries for the following transactions of Sahil: (6)

2025

- Apr 1 Sahil introduced cash as capital 2,50,000
- Apr 1 Opened a bank account by depositing cheque from his Saving Account 5,00,000
- Apr 2 Purchased goods of Rs. 50,000 against cheque less 10% Trade Discount
- Apr 2 Purchased furniture for Rs. 25,000 from Raj Furnitures
- Apr 3 Purchased Goods of Rs. 1,00,000 less 25% Trade Discount and paid immediately, received Cash Discount of 2%.
- Apr 7 Sold goods to Rakesh against cheque 25,000
- Apr 10 Sold goods to Raman Rs. 12,500 less 10% Cash Discount
- Apr 14 Received cheque from Raman and allowed 2% Cash Discount
- Apr 16 Paid to Raj Furniture Rs. 24,500 in full settlement

Q33. From the above Journal post the transactions into ledger accounts. (6)

Q34. Record the following transactions in purchases return book (6)

- a) 2 Banarsi sarees @ Rs. 2,000 each and 2 Kanjivaram sarees @ Rs. 12,500 each were bought from Neema Mills, trade discount on all items @ 20%. However, on delivery these sarees were found defective and were returned back with Debit Note no. 100.
- b) Returned to Payal Mills, Surat – 5 polyester sarees @ Rs. 200 each. Trade discount @ 10% (Debit Note no. 101)
- c) Garg Mills, Kota accepted the returns of goods (which were purchased for cash) from us, 5 Kota sarees @ Rs. 80. (Debit Note no. 102)
- d) Returned to Mittal Mills, Bangalore, 5 Silk sarees @ Rs. 520 each. Trade discount @ 10% (Debit Note no. 103)
- e) Returned one typewriter (being defective) @ Rs. 7,000 to Bansal & Co.

Also prepare purchase return account and Neema Mills account.