## DIRECTORATE OF GOVERNMENT EXAMINATIONS, CHENNAI-6 HSC SECOND YEAR EXAMINATION- MARCH/ APRIL 2023 ACCOUNTANCY KEY ANSWER

**NOTE:** 1. Answers written with Blue or Black ink only to be evaluated.

2. Choose the correct answer and write with option code.

## MAXIMUM MARKS : 90

PART - I

20×1=20

	I. Choose the correct answer										
		А Туре			В Туре						
1	А	2:3	1	b	Company Features						
2	с	6% per annum	2	а	Liabilities						
3	с	Rs. 3,00,000	3	а	2:3						
4	D	Working capital	4	С	Gain						
5	b	Goodwill is an intangible asset	5	d	Working capital						
6	А	15	6	С	Life membership fees						
7	а	6 times	7	а	Partner's salary						
8	d	Capital reserve account	8	а	Retiring partner's Loan A/c						
9	а	Company features	9	b	Rs. 30,000						
10	b	Capital account of all the partners	10	d	Withdrawal of cash from bank for office use						
11	b	Rs. 30,000	11	d	Long term solvency						
12	d	Long term solvency	12	с	The sacrificing partners						
13	D	Withdrawal of cash from bank for office use	13	а	6 times						
14	а	Gain	14	а	15						
15	а	Liabilities	15	d	Capital Reserve account						
16	с	Life Membership fees	16	а	Rs. 10 000						
17	а	Retiring partner's Loan A/c	17	b	Goodwill is an intangible asset						
18	а	The sacrificing partner	18	с	6% per annum						
19	А	Partner s salary	19	b	Capital account of all the partners						
20	а	Rs. 10,000	20	с	Rs. 3,00,000						

	PART - II						
	Answer any SEVEN Questions in which question No.30 is compulsory						
21	1.Cash account 2.Personal account	2					
22.	1. Honorarium						
	2. Charity						
	3 Audit fees						
	4. Purchase of sports materials						
	5. Printing and Stationary	4×1/2=2					
	6. Postage and courier charges						
	7. Expenses relating to						
	a)Tournament, B)Sports, c) Matches, d)Entertainments, e)Dinner (Any 4)						
	(Mark to be awarded for any other revenue expenditure)						
23.	1. When there is a change in the profit sharing ratio						
	2. When a new partner is admitted into a firm	2×1=2					
	3. When an existing partner retires from the firm or when a partner dies						
	4 When a partnership firm is dissolved (Any 2)						
24.	Deceased partner's capital A/c Dr	2					
05	To Deceased partner's executor A/c						
25	When the number of shares applied for is more than the number of shares offered for subscription, it is said to be over subscription.						
26.	Quick ratio gives the proportion of quick assets to current liabilities.						
27.	1. Day books/Journal						
_/.	2. Ledger						
	3. Trial balance	2					
	4. Income statement	2					
	5. Balance sheet						
	6. Cash flow statement (Any 5)						
28.	Statement of the profit or loss for the year ended 31 Dec 2021						
	particulars Rs						
	31.12.2021 capital 3,60,000						
	Add: Drawings 50,000						
	4,10,000	2					
	Less: Additional capital 20,000						
	Adjusted closing capital 3,90,000						
	Less: 1.1.2021 Capital 2,60,000						
	Profit 1,30,000						
	(for any other methods mark to be awarded)						
29.	Interest on drawings = Total drawings × Rate of interest ×	1					
	Total drawings = 12,000 $\times$ 2 =24,000						
	$= 24,000 \times \frac{10}{100} \times \frac{9}{12} = \text{Rs.}$ 1,800	1					
	(for any other methods mark to be awarded)						

30	No. of Years of purchase = $\frac{1,20,000}{40,000}$ = 3 Years	2
	(for any other methods mark to be awarded)	

## PART - III

Answer any SEVEN Questions in which question No.40 is compulsory. 7×3=21

Q No	CONTENT	MARKS
31.	<ol> <li>Recording of transactions</li> <li>Type of accounts maintained</li> <li>Preparation of trial balance</li> <li>Determination of true profit or loss</li> <li>Determination of financial position</li> <li>Suitability</li> <li>Reliability</li> <li>Acceptability (any 3 with explanation)</li> </ol>	3
32.	<ol> <li>Honorarium - Revenue</li> <li>Purchase of sports equipment - Capital</li> <li>Purchase of books for library - Capital</li> </ol>	1 1 1
33	Interest on capital= Amount of capital × Rate of interest per annum× period of interest Interest on Antony's capital Opening capital = $60,000 \times \frac{6}{100}$ = Rs. 3,600 Additional capital = $10,000 \times \frac{6}{100} \times \frac{9}{12}$ = Rs. 450 Interest on capital = $10,000 \times \frac{6}{100} \times \frac{9}{12}$ = Rs. 4,050 Interest on Akbar's capital: Opening capital = $40,000 \times \frac{6}{100}$ = Rs. 2,400 Additional capital = $5,000 \times \frac{6}{100} \times \frac{6}{12}$ = Rs. 1 50 Interest on capital = Rs. 2,550	3
34	<ol> <li>Profitability of the firm</li> <li>Favourable location of the business enterprise</li> <li>Good quality of goods or services offered</li> <li>Tenure of the business enterprise</li> <li>Efficiency of management</li> <li>Degree of competition</li> <li>Other factors (Any 6)</li> </ol>	6×1/2=3

		Date 1.4.2018						1	1
25	a)		Jose capital a\c To Goody (Existing goodwill		8 00	20,00	00		2
35		Date	Particulars	Debit Rs.	Credit Rs.			1	
	b) 1	1.4.2018	Sam capital a\c Jose capital a\c To Goody (Existing goodwill to extent of 10 000	6,000		00	1	2	
36	The exces known as applicatior returned explanatio	on be		3					
	Common-size income sta			tement of I Amount	Perce reve	entage of nue from			
37	Revenue from operations Add: Other income Total revenue Less: Expenses Profit before tax			5,00,00 20 00 5,20,00 3,00,00 2,20,00	00 00 00 00 00	0 4 0 104 0 60			3
38	Date 31.3.201	ד ד (Gene all par	Particulars eral reserve A\c o vivin's capital A\c To Harish s capital A To Joy's capital A\C eral reserve transfer rtner's account)		Debit 60,000				3
39	<ol> <li>Receipt Voucher</li> <li>Payment Voucher</li> <li>Contra Voucher</li> <li>Purchase Voucher</li> <li>Sales Voucher</li> </ol>								3

	6 Journal Voucher	
40	<ol> <li>Inventory take some time to sale.</li> <li>Prepaid expenses paid in advance         <ul> <li>(or) cannot easily convertible into cash</li> </ul> </li> </ol>	3

## PART -IV

Answer all the Questions:

Q.No		CONTENT								
	Statement ot affairs of Subha 31 03.2019.									
	Liabilities	Rs		Assets	Rs					
	Bank over draft	50,000	Debtors		1,80,000					
	Creditors	90,000	Bills rec	eivable	70,000	3				
	Bills payable	2,40,000	Comput	ers	30,000					
	Capital (Balancing figure)	4,20,000	Machine	ery	3,00,000					
			Stock in	trade	1,60,000					
			Cash in	Cash in hand						
41		8,00,000			8,00,000					
a)	Statement of p	ar ending 31	03.2019							
α)	Pa	articulars		Rs						
	Closing capital									
	Add: Drawings			30,000						
				4,50,000						
	Less: Additiona	l capital		40,000		2				
				4,10,000		2				
	Less: Opening	capital		1,20,000						
	Profit			2,90,000						

Particular         Rs         Particulars         Rs           To Stock         2.000         By Building         5,000           To Debtors         800         By Building         5,000           To Debtors         800         5,000         5,000           Selva capital A/c         .525         2,100         5,000         5,000           Capital Acc         1,575           Selva capital A/c         .525         2,100         5,000            Particulars         Rajan         Selva         Canesan          10,000           By Balance         30,000         16,000           10,000           a/c         By Balance         3,000         1,000           10,000           Balance         27,075         15,025         10,000          By General         3,000         1,000            Balance         Sheet as on 1.04.2017          Liabilities         Rs         Rs         South           10,000         South					Revalua	ation	Account					
To Stock         2,000         By Building         5,000         1           To Furniture         100         800         5,000         5,000         1           To profit on revaluation         800         5,000         5,000         5,000         5,000         5,000         5,000           Capital A/c         1,575         2,100         5,000         5,000         5,000         5,000         5,000           Capital Account           Particulars         Rajan         Selva         Ganesan         Particulars         Rajan         Selvan         Selvan<			Particul	ar	F	Rs	Pa	rticulars	R	S		
Ito Furniture         Itou         Bool		To Stock			2,	000	By Build	ling	5,	000		
Image: Constraint of the image: Constrainton the image: Constraint of the image: Constraint of the											1	
Prajan capital A/c         1,575 						800						
Selva capital A/c         525         2,100         5,000           Capital Account           Particulars         Rajan         Selva         Ganesan         Particulars         Rajan         Selvan         Ganesan           10         Profit         and Loss         7 500         2,500          By Balance         30,000         16,000            a/c         By Balance         30,000         16,000           10,000           Balance         27,075         15,025         10,000         By General         3,000         1,000         -         2           Balance         Capital a/c         Rs         Rs         Serve         30,000         1,000         -         2           Balance         Rs         Rs         Building         25,000         34,575         17,525         10,000           Balance Sheet as on 1.04.2017         Liabilities         Rs         Rs         Source         25,000         30,000         30,000         30,000         1,000         Source         30,000         1,000         Source         20,000         10,000         Source         20,000         10,000         20,000         15,200         30,000 <td></td> <td>-</td> <td></td> <td></td> <td>7-</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>		-			7-							
Image: state				-		100						
Particulars         Rajan         Selva         Ganesan         Particulars         Rajan         Selvan         Ganesan           10         Profit         and Loss         7 500         2,500          By Balance         30,000         16,000          a.         10,000           a/c         a/c         1,575         575          10,000          a.         10,000          10,000          10,000          10,000          10,000          10,000          10,000           10,000          10,000          10,000          10,000          10,000          10,000          10,000           10,000           10,000           10,000           10,000           10,000            10,000            10,000            10,000		Selva Capi	lai A/C						5,	000		
41 b)         To Profit and Loss a/c         7 500 2,500         2,500 2,500 b/d By Bahace By Revaluation a/c By General reserve         30,000 3,000         16,000  10,000 10,000 10,000           41 b)         To Balance c/d         27,075         15,025         10,000 Balance         1,575         575 By General reserve         3,000         1,000 Balance         2            34,575         17,525         10,000         34 575         17,525         10,000           Balance Sheet as on 1.04.2017         Ealance Sheet as on 1.04.2017 Balance Sheet as on 1.04.2017 Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs Bolding Add: Appreciation 5,000         30,000           Creditors         10,000         52,100         Stock         20,000 Bolts         20,000 Bolts receivable         20,000 Bolts         20,000 Bolts Bolts Bolts Bolts Bolts Bolts Bolts Bolts Bolts Bolts		Capital Account										
and Loss a/c         7 500         2,500          b/d By Bank a/c By Revaluation a/c By General reserve           10,000           41 b)         To Balance c/d         27,075         15,025         10,000         By General reserve         3,000         1,000          2           34,575         17,525         10,000         34 575         17,525         10,000          2         2           Balance c/d         Rs         Rs         Rs         Assets         Rs         Rs           Capital a/c Rajan Selva         15,025         52,100         Building Less: Depreciation Debtors         1,000         100         900           Creditors         10,000         52,100         Less: Depreciation Debtors         10,000         2,000         18,000           Less: Depreciation Debtors         80,600         12,500         10,000         22,500 <t< td=""><td></td><td></td><td>Rajan</td><td>Selva</td><td>Ganesan</td><td></td><td colspan="2">Particulars Rajan S</td><td></td><td>Ganesan</td><td></td></t<>			Rajan	Selva	Ganesan		Particulars Rajan S			Ganesan		
41 b)         1000 a/c Balance c/d         27,075         15,025         10,000         By Revaluation By General reserve         1,575         575            41 b)         To Balance c/d         27,075         15,025         10,000         34 575         17,525         10,000           Balance c/d         34,575         17,525         10,000         34 575         17,525         10,000           Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs         Rs           Capital a/c Rajan         27,075         52,100         Building Add: Appreciation Selva         15,025         30,000         100         900           Stock         15,025         52,100         Stock         20,000         20,000         2,000         16,000         16,000         16,000         3,000         15,200         3,000         22,500         3,000         22,500         3,000         22,500         3,000         12,500         3,000         12,500         3,000         12,500         3,000         22,500         3,000         22,500         3,000         22,500         3,000         22,500         30,000         22,500         30,000         22,500         30,000						By		30,000	16,000			
41 b)         To Balance c/d         27,075         15,025         10,000         By Revaluation By General reserve         1,575         575          2           41 b)         To Balance c/d         27,075         15,025         10,000         By By General reserve         3,000         1,000          2           3,000         1,000          3,000         1,000          2         2           Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs         Rs         Assets         Rs         Rs           Ganesan         15,025         10,000         52,100         Stock         20,000			7 500	2,500		Bv				10,000		
41 b)         To Balance c/d         27,075         15,025         10,000         a/c By General reserve         3,000         1,000         -         2           34,575         17,525         10,000         34 575         17,525         10,000         -         2           Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs         Rs           Capital a/c Ganesan         Rs         Rs         Assets         Rs         Rs         Rs           Ganesan         10.000         52,100         Stock Uses: Depreciation         2,000         18,000         20,000		a/c					Ву	1,575	575			
Balance o'd         Instance 34,575         Instance 17,525         Instance 10,000         Instance 32,000         Instance 30,000         Instance 10,000         Instance 5,000         Instance 30,000         Instance 10,000         Instance 5,000         Instance 30,000         Instance 10,000         Instance 20,000         Instance 20,000 <thinstance< th=""> <thinstance< th=""> <th< td=""><td></td><td>То</td><td>27,075</td><td>15,025</td><td>10,000</td><td></td><td>a/c</td><td>3,000</td><td>1,000</td><td>-</td><td>2</td></th<></thinstance<></thinstance<>		То	27,075	15,025	10,000		a/c	3,000	1,000	-	2	
Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs         Rs           Capital a/c Rajan Selva         27,075 15,025 Ganesan         Building 15,025 Ganesan         25,000 10,000         30,000 Furniture           Creditors         10,000         52,100 37,500         Stock Less: Depreciation Debtors         20,000 Less: Doubtfull debts         20,000 Bills receivable         20,000 16,000         2,000 20,000         18,000 15,200 3,000         22,500         800         15,200 3,000         3,000         15,200 3,000         3,000         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         89,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         10,000         22,500         10,000         10,000         22,500         10,000         10,000         22,500         10,000         10,000         10,000         10,000         10,000         10,000         10,000         10,0	0)					-						
Balance Sheet as on 1.04.2017           Liabilities         Rs         Rs         Assets         Rs         Rs           Capital a/c Rajan Selva         27,075 15,025 Ganesan         Building 15,025 Ganesan         25,000 10,000         30,000 Furniture           Creditors         10,000         52,100 37,500         Stock Less: Depreciation Debtors         20,000 Less: Doubtfull debts         20,000 Bills receivable         20,000 16,000         2,000 20,000         18,000 15,200 3,000         22,500         800         15,200 3,000         3,000         15,200 3,000         3,000         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         89,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         80,600         10,000         22,500         10,000         22,500         10,000         10,000         22,500         10,000         10,000         22,500         10,000         10,000         10,000         10,000         10,000         10,000         10,000         10,0			34.575	17.525	5 10.000			34 575	17.525	10.000		
Capital a/c Rajan Selva         27,075 15,025 Ganesan Creditors         Building 15,025 10,000         25,000 Stock Less: Depreciation Stock         25,000 1,000         30,000 20,000         20,000 20,000         20,000												
Rajan Selva Ganesan         27,075 15,025 10,000         Add: Appreciation Furniture         5,000 1,000         30				Rs	Rs	Dui		ets			-	
Selva Ganesan Creditors         15,025 10,000         52,100 37,500         Furniture Less: Depreciation Stock         1,000 20,000         900 20,000         20,000 <td></td> <td></td> <td></td> <td>27 075</td> <td></td> <td></td> <td colspan="2" rowspan="3">Add: Appreciation Furniture Less: Depreciation</td> <td></td> <td></td> <td></td>				27 075			Add: Appreciation Furniture Less: Depreciation					
Ganesan Creditors         10,000         52,100         Less: Depreciation         100         900         20,000         20,000         20,000         20,000         20,000         20,000         18,000         16,000         20,000         16,000         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         15,200         20,000         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,500         89,600         10,000         22,05,000         89,600         10,000         20,000         10,000         20,000         10,000         20,000         10,000         20,000         10,000			-									
Creditors         37,500         Stock Less: Depreciation Debtors Less: Doubtfull debts Bills receivable Cash at bank Add: Ganesan capital         20,000 2,000         20,000 16,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         20,000         16,000         20,000		Gan		-	52,100							
42       A       Particular       Rs       Particular       Rs       Particulars       Rs         10       0       000       15,200       3,000       22,500		Creditors						iation	20,000	)		
42 a)         Particular         Rs 60,000         Particulars         Rs 60,000         Rs 12,500         15,200         2           42 a)         2         50,000         12,500         12,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000         22,500         10,000								allon	-	-		
42       Add: Ganesan capital       12,500       3,000       2         Hold: Ganesan capital       12,500       10,000       22,500       2         Hold: Ganesan capital       12,500       89,600       2       2         Hold: Ganesan capital       12,500       89,600       2       2         Hold: Ganesan capital       12,500       89,600       2       2         Hold: Ganesan capital       12,500       89,600       89,600       2         Hold: Ganesan capital       To Balance b/d       60,000       By Cash a/c       1,60,000         Hold: To Debtors a/c       2,05,000       By Debtors a/c By       15,000       3         Hold: Ganesan capital       2,65,000       2,65,000       2,65,000       3								ull debts	-			
42       Add: Ganesan capital       12,500         10,000       22,500         89,600       89,600         Bills receivable account         Particular       Rs         Particular       Rs         To Balance b/d       60,000         To Debtors a/c       2,05,000         By Debtors a/c By       15,000         Balance c/d       90,000									800		2	
Image: Height of the system         Image: Height of the									12 500			
Bills receivable account42 a)ParticularRsParticularsRsTo Balance b/d60,000By Cash a/c1,60,000To Debtors a/c2,05,000By Debtors a/c By15,000Balance c/d90,000265,000265,000						Au	u. Ganesa	псарна				
ParticularRsParticularsRs42 a)To Balance b/d60,000By Cash a/c1,60,000To Debtors a/c2,05,000By Debtors a/c By15,000Balance c/d90,0002,65,0002,65,000					89,600							
ParticularRsParticularsRs42 a)To Balance b/d60,000By Cash a/c1,60,000To Debtors a/c2,05,000By Debtors a/c By15,000Balance c/d90,0002,65,0002,65,000			I								<u> </u>	
42         To Balance b/d         60,000         By Cash a/c         1,60,000           a)         To Debtors a/c         2,05,000         By Debtors a/c By         15,000           Balance c/d         90,000         2,65,000         2,65,000         2,65,000		Pa	rticular			eivabl			R	s		
a) To Debtors a/c 2,05,000 By Debtors a/c By 15,000 Balance c/d 90,000	42					By (						
2 65 000 2 65 000								/c By				
2,65,000 2,65,000 2						Bala				90,000		
					2,65,000				2,65	5,000	2	

				Total De	btors	account					
		Part	iculars	Rs		F	Particulars		Rs		
	To Ba	alance b	/d	2,50	0,000	By Cas	h a/c		7,25,	000	
	To Bi	lls recei <sup>,</sup>	vable a/c		5,000	-	debts a/c			000	
		ales a/c			5,000	-	urns inward	s a/c	-	000	
		ncing fig	, ,	0,00	,	-	receivable		2,05,		2
	(Bala	nonig ng	jui c)			-	ance c/d	u/0	2,40,		-
						By Daie			2,40,	000	
				12,50					12,50,	000	
	Total S	Sales = S	9,85,000 + 3,1	5,000 = 13	3,00,00	00					1
	1.	Mainta	ining accountir	ng records							
	2.	Invento	ory manageme	nt							
42	3.	Pay rol	I preparation								5
b)	4.	•	generation								, in the second se
	5.	•	nport/export								
		Taxatio	• •	5 with exp	lanati	on)					
	In the	books (	of Trichy Educa			;	and Paymer	nts Ac	count for	the	
				Year end	ed 31.	12.2018					
					1					٦	
		Rece	•	Rs			nents		Rs		
		alance b			-	By Investment made			80,000		
43		in hand		20,000	-	onorariu			3,000		5
a)			received	80,000	-	udit fees			2,000		5
а)			t received	12,000	By G	ieneral re	eserve		7,000		
	To Sa	ale of fu	rniture	5,000	By P	ostage			1,000		
	To Su	ubscripti	on	10,000	By B	alance c	/d				
					Cash in hand				34,000		
				1,27,000				1	,27,000		
					1						
		Date		Particulars	5		Debit	Cre	edit		
			Machinery a/	Ċ	Dr		6,00,000				
				In Traders	a/c			6,00	,000		
			(Purchase of								
	i)		Jagan Trada	ra a/a	Dr		6 00 000				1
43			Jagan Trade			ital a/a	6,00,000	6,00	000		2
				Equity sha	-			0,00	,000		2
b)			(Issue of 60,0 each fully pai			. 10					
			each fully par	iu)							
		Date		Particulars			Debit	Cre	edit		
			Machinery a/		D	r	6,00,000	_			
	ii)		-	In Traders				6,00	,000		
	,		(Purchase of	of machinery)					1		
											2
											2

	Jagan Tra	ders a/c	Dr	6,00 000									
	ר	To Equity sha	re capital a/c		4,00,000								
		To Securities			2,00,000								
		0,000 shares											
	each at a	each at a premium of 50%)											
	In the book of Trichy Rec	reation Club I	ncome and Ex	roondituro Ar	count for the	voar							
	In the book of Trichy Recreation Club Income and Expenditure Account for the year ended 31.03.2018												
	Expenditure	Rs		come	Rs								
	To Rent	2,800	By dividend r		27,600								
44	To Secretary's honorariu		By Sale of ol				5						
a)	To Postage	1,700	By Members	-			5						
	To General expenses	4,350	By Locker re		8,000								
	To Printing and stationar To Audit fees	y 45,000 5,000	By interest or By Profit on S										
	TO AUGILIEES	5,000	By Deficit		2,400								
			By Denen		2,400								
		73,850			73,850								
	Comparative Balance Sheet												
	Deutieuleue	01 00 0017	01 00 0010	a man a such a f	Deve evetere	-							
	Particulars	31 03.2017	31.03.2018	amount of (+) or (-)	Percentage								
	I. EQUITY AND			(+) 01 (-)	(+) or (-)	-							
	LIABILITIES												
	1. Shareholder fund												
	(a)Share capital	3,00,000	3,60,000	+ 60,000	+ 20								
	(b)Reserve and surplus	50,000	50,000	-	-								
	2.Non current Liabilities												
	Long term borrowings	50,000	40,000	-10,000	-20								
44 b)	3.Current Liabilities		10.000		10		5						
b)	Trade payables	20,000	12,000	-8,000									
	Total II. ASSETS	4,20,000	4,62,000	+42,000	+10	_							
	1.Non Current Assets												
	(a) Fixed assets	2,50,000	2,90,000	+ 40,000	+ 16								
	(b)Non current	2,00,000	2,00,000	i -r0,000									
	investments	50,000	40,000	- 10,000	- 20								
	2.Current assets			,									
	Inventories	80,000	1,00,000	+ 20,000	+ 25								
	Cash and Cash												
	Equivalents	40,000	32,000	-8,000									
	Total	4,20,000	4,62,000	+ 42,000	+ 10								

			Date		Parti	culars		De	ebit	Credit		
			31.03.2019	Naresh c	apital a/o	c Dr		16,	000			1
		i)		Mani cap		Dr			000			2
		''		Muthu ca	•			8,0	000			2
					o goodw					40,000		
45				(Existing	goodwill	written	off)					
a)				Naresh c	apital a/	c Dr		8,0	8,000			
				Mani cap	oital a/c	Dr		8,0	000			1
		ii)		Muthu ca	pital a/c	Dr		4,0	000			2
		")		•	odwill					20,000		2
				(Half off t		ing good	lwill					
				written off)								
				Tre	nd Anal	ysis for	Kurinji Li	td				
					2015-	2016-	2017-	2015-	2016	- 2017-	]	
	F	Partic	ulars		16	17	18	16	17	18		
45	F	Revenue from operations				132	156	100	110	130		
b)	Add: Other income				50	38	65	100	76	130		5
0)	<b>'</b>	Add. Other income				00		100	10	100		
	Т	Total revenue				170	221	100	100	130		
					100	105	100	100	135	123		
	Less: Expenses				100	135	123	100	135	123		
	F	Profit			70	35	98	100	50	140		
46			ber of accoun	ts								_
40 a)			nge in capital ng balance									5
a)			stments	(with exp	anatior	ר)						
		raja			Janatio	')						
				Ca	lculation	of adjus	ted profit	t				
								[	_			
			Parti	culars		201		2017	Rs.	2018 R		
		Profit					46,000	44,	000	50,0	00	
		ess :	Non-recurring i	income			5,000		-		-	
							41,000		000	50,0	00	2
46		ess: C	Over valuation	of closing st	ock		-		000		-	2
b)	ΙΙ.			. <b>.</b>			41,000	34,	000	50,0		
			Over valuation of		тоск		-		-	10,000		
	╽┝╹	Profit	after adjustme	ents	1.01	- 000	41,000	34,	000	60,0	00	
			Average	nrofit –	1,35	5,000	_ D4	s. 45 00	0			1
			Average	Profit		3	= n:	, <del>1</del> 000				
												1
	e	Goody		Average pr			f years of	purchas	e			1
			=	45,000× 2	= Rs. 90,0	000						1

		In the books of Progress Ltd Jour	nal entries								
	Date	Particular	Debit	Credit							
	Dute	Bank A\c Dr	60,000	orean							
		To Equity share capital A\c	00,000	60,000							
		(Application money received)		00,000							
		Equity share application A\c Dr	60,000								
		To Equity share capital A\c	00,000	60,000							
		(Transfer of share money to share capital)									
		Equity share allotment $A \downarrow c$ Dr.	1,20,000								
		To Equity share capital A\c	, ,	1,20,000	5						
		(Share allotment money due )									
		Bank A\c Dr.	1,20,000								
		To Equity share allotment A\c		1,20,000							
		(Allotment money received)									
47		Equity share first call A\c Dr.	60,000								
a)		To Equity share capital A\c									
		(Share first call money due)		60,000							
		Bank A\c Dr To Equity share first call A\c	60,000								
		60,000									
		Equity share second & final call A\c Dr.	60,000								
		To Equity share capital A\c									
		(Share second & final call money due)		60,000							
		Bank A\c Dr.	60,000								
		To Equity share second & final call A\c		60,000							
		(Share second & final call money received)									
	(If journal entry alone is correct, 2 marks can be awarded)										
		Current assets									
		1) Current ratio = Current liabilities			4						
		15.00.000			2						
		= = 3	3:1		2						
		Quick assets									
47		2) Quick ratio = Current liabilities									
b)		10,00,000									
2)	$=\frac{10,00,000}{5,00,000}$ = 2:1										
		- , - ,			1						
					2						
					2						