

8. Pavithra Ltd. offered 2,00,000, 10% Debenture of Rs.100 each at a discount of 7% redeemable at premium of 8%. Give journal entries for the issue and redemption of debenture
9. X. Ltd. purchased a Machinery from Y. Ltd. at an agreed purchase consideration of Rs 4,40,000 to be satisfied by the issue of 12% debentures of Rs 100 each at a premium of Rs 10 per debenture. Journalise the transactions.
10. Explain in brief the main categories in which the share capital of a company is divided.

**IV. Answer all questions from 11 to 12. Each carries 4 scores (2x4=8)**

11. Write notes on Calls in Advance and Calls in arrears
12. What are the purposes for which the amount in Securities Premium Account can be utilized by a Company ?

**V. Answer all questions from 13 to 14. Each carries 5 scores. (2x5=10)**

13. Smitha Constructions Ltd issues Rs.1,000, equity shares of Rs.10 each payable Rs.3 on application and remaining amount on allotment. All the money due on application and allotment is received. Give journal entries in the books of Smitha Constructions Ltd.
14. Journalise the following transactions
- 400 shares of Rs.50 each issued at par were forfeited for non-payment of final call of Rs.10 per share. These shares were reissued at Rs.45 per share fully paid-up.
  - 200 shares of Rs.100 each issued at a premium of Rs.10 were forfeited for the non-payment of the second and final call of Rs.20 per share. The forfeited shares were reissued at Rs.70 per share as fully paid-up.

**VI. Answer any one question from 15 and 16. Carries 8 scores**

15. X Limited issued 10,000 equity shares of ` 10 each payable at ` 2 on application ` 3 on allotment, ` 3 on first call and ` 2 on final call. All shares were fully subscribed and paid except of a shareholder having 200 shares failed to pay final call. Pass journal entries to record these transactions
16. Rayan Limited issued 20,000 equity shares of ` 10 each payable at ` 2 on application ` 3 on allotment, ` 3 on first call and ` 2 on final call. All shares were fully subscribed and paid except of a shareholder having 100 shares failed to pay final call. Pass journal entries to record these transactions.

**Name of School.....**

## **First Term Examination Aug.2025**

### **Accountancy With AFS**

**Time: 2 1/2 hrs**

**Plus Two**

**Score: 80**

**I Answer any 4 questions from 1 to 5. Each carries one score**

- Under the fixed capital method, if a partner contributes additional capital during the year, the additional contribution is recorded in:
  - The partner's Capital Account
  - The partner's Current Account
  - The firm's Income Statement
  - The Suspense Account
- Share of goodwill brought in cash by the new partner is called..... (1)
  - Premium
  - capital
  - profit
  - None of these
- Under the fixed capital method, which account is typically used to record the profits, losses, and drawings of a partner?
  - Capital Account
  - Current Account
  - Suspense Account
  - Income Statement
- A and B are partners in a firm sharing profits & losses in the ratio of 4:3. They admitted C in to partnership for 1/8 th share in future profit. Sacrificing ratio of A & B is. ....(1)
  - 1:1
  - 4:3
  - 1:3
  - 4:1
- Which of the following is NOT a characteristic of a partnership?
  - Mutual agency
  - Limited liability
  - Sharing of profits
  - Agreement between partners

**II. Answer all questions from 6 to 7. Each carries two score (2 x 2=4)**

- Write the two rights acquired by the new partner
- Raju, a partner he withdrew ₹10,000 regularly on the last day of every month. Interest is charged at 12% p.a. Calculate interest on drawings for the whole year.

**III. Answer any two questions from 8 to 10. Each carries 3 scores (2x3=6)**

- The Average profit of a firm for the last 4 years is ₹50,000. The capital employed by the firm is ₹5,00,000 and the normal rate of return is 8%. Calculate the value of goodwill on the basis of 2 years purchases of super profit

9. Anil and Sunil are partners in a firm sharing profits in the ratio of 3:2. They admit Reghu as a new partner. Anil surrenders 1/4 of his share and Sunil 1/3 of his share in favour of Reghu. Calculate new profit sharing ratio of Anil, Sunil and Reghu.

10. In the absence of written agreement, how the following items will be treated in account a) Interest on capital b) Interest on Loan c) Salary or commission payable

**IV. Answer all questions from 11 to 12. Each carries 4 scores (2x4=8)**

11. Explain what are the factors affecting value of goodwill

12. What are the differences between fixed capital and fluctuating capital method?

**V. Answer all questions from 13 to 14. Each carries 5 scores. (2x5=10)**

13. Sumesh a partner in firm has a capital of ₹80,000 on 31st March 2024. On 1st October 2023 he withdrew ₹10,000 from the firm. On 1st January 2024 he introduced an additional capital of ₹20,000. Calculate interest on capital @ 10% p.a for the year ended 31st March 2024. (Hint capital account maintained under fluctuating capital method)

14. Anjana and Bharati were partners in a business with a profit sharing ratio of 2:1. On 01-4-2022, they admitted Chandana as a new partner for 1/5 share in profits. They also guaranteed a minimum profit of ₹.30,000 to Chandana. The old partners agreed to meet the deficiency in the guaranteed profit equally. The new profit sharing ratio among the partners is 2:2:1 respectively. The profits of the firm for the year ended 31-03-2023, before charging salary to Anjana's @ ₹.2,000 per month amounted to ₹.1,24,000. Prepare the Profit and Loss Appropriation account

**VII. Answer any one question from 15 and 16. Carries 8 scores**

15. Kiran and Madhu are partners in a firm sharing profits and losses in the ratio of 2:1. The balance in their capital and current accounts as on 1-1-2011 were as under. Kiran Madhu Capital 60,000 40,000 Current Accounts (Cr) 9000 7,500 It is provided in the partnership Deed that Kiran is to be paid salary @ ₹.400 per month and Madhu is to be given a commission of ₹.3,500 for the year. Interest on capital is to be allowed @ 8% p.a. The drawings of Kiran and Madhu for the year were ₹.6000 and ₹.4000 respectively. Interest on drawings for Kiran's drawing was to be ₹.360 and on Madhu's drawings ₹.240. The net profit of the firm before

making these adjustments was ₹.36,400. Prepare the Profit and Loss Appropriation Account and the Partners Capital and Current Accounts

16. Amal and Vimal are partners in a business capital as on 1st April 2020 amounting ₹1,00,000 and ₹80,000 respectively. The following were some of the agreements between them.

i. share profit and losses in the ratio of 3:2

ii) Interest on capital to be provided @ 6% p.a

iii). Amal get a salary of ₹ 5,000 annually.

iv. Vimal to get a commission of ₹ 400 per month.

v. Interest to be charged on drawings @ 5% p.a

On June 30, 2020 Amal withdrew ₹8,000 and on October 1, 2020, Vimal withdrew ₹10,000 for their personal purposes. The profit of the firm before adjustments was ₹60,000. 2021 Draw up Profit and Loss Appropriation account and Capital accounts of partner's

**PART -II ANALYSIS OF FINANCIAL STATEMENT**

**I Answer any 4 questions from 1 to 5. Each carries one score**

1. The portion of capital, which is reserved to be called only in the event of winding up of the company is known as .....

2. A shareholder is an owner of the company whereas a debenture holder is a ..... of the Company

3. Part of authorized capital offered to the public for subscription is known as .....

4. .... is a written instrument acknowledging debt under the common seal of the company.

5. After re-issue of forfeited shares, the balance in Share forfeited account is transferred to ..... account

**II. Answer all questions from 6 to 7. Each carries two score (2 x 2=4)**

6. Describe any two characteristics of a Joint Stock Company

7. Write any two differences between Shares and Debentures

**III. Answer any two questions from 8 to 10. Each carries 3 scores (2x3=6)**