

**INTERNATIONAL INDIAN SCHOOL, RIYADH**

Post Box No.89788, Riyadh – 11692 (K.S.A)

20/11

**FIRST TERM EXAMINATION, JUNE – 2012**

Std.: XI

Subject : Accountancy

Maximum Marks : 90

Time : 3 Hours

## General Instructions:

- 1) Marks are indicated against each question.
- 2) Draw proper and neat format.
- 3) Write the correct number of the question against each number.

- 1) Explain management accounting? (1)
- 2) What is bank overdraft? (1)
- 3) What is the purpose of a ledger? (1)
- 4) Explain the differences between cash discount and trade discount? Two points each. (2)
- 5) Differences between debit note and credit note? (2)
- 6) What do you mean by the term "material facts" in accounting? Explain (2)
- 7) What are the causes of differences in the bank balance as shown by the cash book and the pass book due to time lag? Explain any three causes. (3)
- 8) What are the differences between provision and reserves? (4)
- 9) Explain the following terms: (4)
  - (a) Debtors
  - (b) Purchases
  - (c) Goods
  - (d) Drawings
- 10) Pass an opening journal entry (4)
 

*opening journal entry*

Cash ₹ 20,000 Closing stock ₹ 20,000 Building ₹ 60,000 Debtors ₹ 20,000  
Creditors ₹ 16,000 Capital ₹ 1,08,000 Bill receivable ₹ 5,000 Bill payable ₹ 5,000
- 11) Enter the following transactions in the proper subsidiary book (4)
  - a) 1.12.2006 Purchased from Lakshmi Publications, Delhi
    - 100 Accountancy books for Class XII @ ₹ 800 each
    - 50 Commerce books for Class XII @ ₹ 400 each
    - 100 Economic books for Class XII @ ₹ 500 each
    - Trade discount @ 20% for all items

- b) 15.12.2006 Purchased on credit from Lakshmi Kitab, Delhi  
100 copies of English books for Class X @ ₹ 250 each  
200 copies of Hindi books for Class X @ 200 each  
Trade discount @ 10% for all items
- c) 1.12.2006 Sold goods on credit to Mahavir Book Depot  
200 copies of Accountancy for Class XII @ ₹ 800 each
- d) 5.12.2006 Sold to Arya Book Depot books worth ₹ 2,000 for cash
- e) 25.12.2006 Sold to Raman Book Depot  
200 copies of Economics books @ ₹ 500 each  
300 copies of Accountancy @ ₹ 800 each  
Trade discount @ 20% for all items
- 12) Pass necessary journal entries for the following transactions: (6)
- ₹ 2,000 was stolen from the safe of the firm
  - Given as charity cash ₹ 1,000 goods ₹ 3,000
  - Goods given to proprietor's daughter ₹ 3,400
  - Received cash from Sita against bad debts written off last year ₹ 3,500
  - Interest on drawings ₹ 2,000
  - Ram became an insolvent he who owed ₹ 30,000 and received from him a final dividend of 40 paise in a rupee from his official receiver
- 13) Explain the following concepts: (6)
- Revenue recognition concept
  - Full disclosure concept
  - Going concern concept
  - Accounting period concept
- 14) Define accounting and explain its limitations (6)
- 15) Prepare a petty cash book from the following information on the imprest system and write journal entries: (6)
- |           |                                    |
|-----------|------------------------------------|
| 1.1.2002  | Received ₹ 600 for petty cash      |
| 2.1.2002  | Paid cartage ₹ 15                  |
| 3.1.2002  | Paid wages to casual labour ₹ 100  |
| 4.1.2002  | Paid for repairs ₹ 60              |
| 6.1.2002  | Paid for truck charges ₹ 150       |
| 7.1.2002  | Printing & stationery charges ₹ 80 |
| 10.1.2002 | Telegram expense ₹ 100             |
| 12.1.2002 | Fax charges ₹ 75                   |
- 16) From the following particulars prepare bank reconciliation statement as on 31.03.2003 (6)
- Debit balance as per pass book ₹ 10,000.
  - A cheque for ₹ 15,000 deposited with the bank on 29.03.2003 were not credited by the bank before 1.04.2003.
  - Bank charged ₹ 300 as service charges but the transaction was not recorded in the cash

