

INTERNATIONAL INDIAN SCHOOL-RIYADH**Post Box No. 89788, Riyadh-11692 (K.S.A.)****FIRST TERM EXAMINATION, JUNE-2015****Std.: XI****Subject: Accountancy****Maximum Marks: 90****Time: 3 hours****GENERAL INSTRUCTIONS:**

1. All Questions are compulsory.
2. Write the correct number of the question against each answer.
3. Draw proper and neat format

1. What do you mean by wasting asset? (1)
2. Which key value is reflected in the accounting standards issued by "The Institute of Chartered Accountants of India? (1)
3. What is the last step of accounting as a process of information? (1)
4. Which accounting assumption requires that if straight line method of depreciation is used in the one year, it should also be used in the next year? (1)
5. If a transaction has the effect of decreasing a liability, is the decrease recorded as a debit or credit? (1)
6. Give the accounting equation based on dual aspect concept. (1)
7. What is the role of source document? (1)
8. What is suspense account? (1)
9. Explain any three limitation of accounting. (3)
10. Following are the balances extracted from the book of Mr. Hemant. You are required to prepare the Trial Balance as on 31st Dec. 2014 (3)

Particulars	Amount ₹	Particulars	Amount ₹
Stock	10,000	Rent Paid	10,000
Purchases	2,00,000	Creditors	46,000
Debtors	48,000	Goodwill	45,000
Sales	2,00,000	Cash in hand	15,000
Discount Received	6,000	Capital	50,000
Bank Loan	21,000	Bill Receivable	15,000
Commission Received	20,000		

11. What are the differences between cash basis and accrual basis of accounting? (3)
12. Point out the reason on account of which the balance shown by the bank pass book does not agree with the balance as shown by the bank column of cash book. (3)
13. Explain the importance of IFRS. (3)
14. Journalize the following transactions. (3)
1. Interest on Capital @ 10% for 2 months (Capital ₹1,50,000)
 2. Rent received in advance ₹ 3,000
 3. Sudhir Kumar who owed me ₹. 3,000 has failed to pay the amount. He pays me a compensation of 45 paise in a rupee.
15. Explain any four accounting terms with examples. (4)
- a) Revenue b) Liability c) Drawing d) Gain e) Creditors
16. Describe Debit note and Credit note. (4)
17. The following are some of the transactions of M/s. Gupta and sons. Prepare purchase book (4)

2014	
Apr-01	Purchased from M/s. Narain & Co. 30 shirts @ ₹ 150 20 trousers @ ₹ 300 10 skirts @ ₹ 500 Less trade discount @ 10%
Apr-12	Purchase office furniture from M/s. Sehgal & Co. 2 chairs @ ₹ 200 2 tables @ ₹ 750

Apr-15	Purchased from M/s. Jain & Son 50 shirts @ ₹ 150 20 Pants @ ₹ 300
Apr-23	Purchased on credit from Mr. Kishore 10 shirts @ ₹ 175 10 Overcoat @ ₹ 500 Less Trade discount @ 10%

18. Mr. X, the petty cashier of M/s. Samira Traders received ₹ 2,000/- on April 1st 2014, for the month, Details of petty expenses are listed here: (4)

		(₹)
Apr-02	Auto Fare	55
Apr-03	Courier Charges	40
Apr-04	Postal Stamp	105
Apr-05	Eraser, Pencil, Sharpner	225
Apr-08	Taxi Fare	195
Apr-10	Refreshment	85
Apr-13	Telegram	34
Apr-19	Cartage	25
Apr-25	STD Call Charges	87

Pass journal entries and prepare petty cash book

19. Explain the following accounting principles. (6)

1. Full Disclosure
2. Cost Concept
3. Business Entity concept

20. Show the accounting equation on the basis of the following transaction. (6)

		(₹)
1.	Udit started business with	
	a) Cash	5,00,000
	b) Goods	1,00,000
2.	Purchased machinery from Ragini	2,00,000
3.	Deposited in to bank	2,0,000
4.	Invested in shares	30,000
5.	Depreciation on building	8,000
6.	Cash withdrawn for personal use	20,000
7.	Rent received in advance	5000

