

MM: 100

MODEL QUESTION PAPER

Q.1. Discuss various concepts & Conventions of Accounting.

Q.2. Write short notes on:

- Difference between Journal & Ledger
- Golden Rules of Accounts (Debit & Credit Rule)
- Users of Accounting information
- Accounting Equation
- Accounting is Science OR Art. Discuss.
- Branches of Accounting

Q.3. Develop an Accounting Equation and prepare balance sheet from the following transaction:

- Dimple started business with cash Rs. 4,00,000.
- Purchased goods for cash Rs. 25,000 & for credit Rs. 5,000.
- Purchased Furniture for Rs. 30,000.
- Paid electricity bill Rs. 500.
- Withdraw cash for private use Rs. 1000.
- Goods worth Rs. 9000 sold at a profit of 25% (on selling price) for cash.
- Amount paid to creditors Rs. 1500.

Q.4. Journalize following transactions in the books of a trader.

- Debit balances on Jan 1, 1998: Cash in hand Rs. 8000, Cash at Bank Rs. 25,000, Stock of Goods Rs. 20,000, Furniture Rs. 2000, Building Rs. 10,000. Sundry Debtors: Vijay Rs. 2000, Anil Rs. 1000 and Madhu Rs. 2000.
Credit Balance on Jan 1, 1998: Anand Rs. 5000, Loan from Bablu Rs. 10000.

Following were further transactions in the month of January, 1998:

- Jan 1: Purchased goods worth Rs. 5000 for cash less 20% trade discount and 5% cash discount.
- Jan 4: Received Rs. 1900 from Vijay and allowed him Rs. 20 as discount.
- Jan 6: Purchased goods from Bharat Rs. 5000.
- Jan 8: Purchased plant from Mukesh for Rs. 5,000 and paid Rs. 100 as cartage for bringing the plant to the factory and another 200 Rs. as installation charges.
- Jan 12: Sold goods to Rahim on credit Rs. 600.
- Jan 15: Rahim became insolvent and could pay only 50 paise in a rupee.
- Jan 18: Sold goods for cash Rs. 1000.
- Jan 20: Paid salary to Ratan Rs. 2000.
- Jan 21: Paid Anand Rs. 4,000 in full settlement.
- Jan 26: Interest received from Madhu Rs. 200.
- Jan 28: Goods distributed as free sample Rs. 200.
- Jan 29: Withdrew goods from business for personal use Rs. 200.
- Jan 31: Paid telephone charges Rs. 1000.

