

2nd June 2023 (Shift 1)

- Q1. How the following items of prize fund will be shown in balance sheet:

Details	Amt. Dr.	Amt. Cr.
Prize fund		₹80,000
Prize fund Investment	₹80,000	
Income from prize fund investment		₹8,000
Prizes awarded	₹6,000	

- (a) Liabilities: Prize fund ₹80,000; Assets: Prize fund investment ₹80,000.
 (b) Liabilities: Prize fund ₹74,000; Assets: Prize fund investment ₹88,000
 (c) Liabilities: Prize fund ₹82,000; Assets: Prize fund investment ₹80,000
 (d) Liabilities: Prize fund ₹86,000; Assets: Prize fund investment ₹74,000
- Q2. From the following information, calculate cash flow from financing activities.

Particulars	31 March 2021	31 March 2022
Proposed dividend	₹2,40,000	₹3,00,000

If dividend payable was ₹30,000 on 31 March 2021 and ₹40,000 on March 31, 2022. Determine outflow of cash from financing activities:

- (a) ₹2,90,000 (b) ₹2,50,000
 (c) ₹3,10,000 (d) ₹2,30,000
- Q3. At the time of admission of a partner, reduction in the value of an asset will be debited to:
- (a) Cash A/c (b) Partner's Capital A/c
 (c) Realisation A/c (d) Revaluation A/c
- Q4. Match List I with List II

LIST I		LIST II	
A.	Summaries of different operational activity of different period	I.	Cash flow statement
B.	Identify the cash from operating financing and investing activities	II.	Ratio analysis
C.	Identify the significant relationship between two items of Balance Sheet	III.	Comparative statement
D.	Summaries of different operational activity of one period	IV.	Common size statement

Choose the correct answer from the options given below:

- (a) A-IV, B-I, C-III, D-II (b) A-I, B-II, C-III, D-IV
 (c) A-II, B-I, C-III, D-IV (d) A-III, B-I, C-II, D-IV

- Q5. If a creditor accepts an asset whose value is more than the amount due to him.

- A. He will pay excess amount
 B. He will not pay anything
 C. The excess amount will be credited to Realisation Account
 D. The excess amount is debited to Realisation account
 E. The excess amount is debited to Bank account

Choose the correct answer from the options given below

- (a) A, C and E only (b) A, B and C only
 (c) B, C and D only (d) C, D and E only

- Q6. Match List I with List II

LIST I		LIST II	
A.	Issued shares after forfeiture	I.	Liability
B.	Amount more than par value of shares received on issue of shares	II.	Bank loan
C.	Premium on redemption of Debentures	III.	Security Premium Reserve
D.	Long term Borrowings	IV.	Reissue of shares

Choose the correct answer from the options given below:

- (a) A-IV, B-I, C-III, D-II (b) A-IV, B-II, C-III, D-I
 (c) A-IV, B-III, C-II, D-I (d) A-IV, B-III, C-I, D-II

- Q7. Select the correct sequence of accounting events for share capital;

- A. Receive application money
 B. Calls in advance
 C. Issue of prospectus
 D. Final call of share
 E. Allotment of share

Choose the correct answer from the options given below

- (a) C, A, E, B, D (b) A, C, E, B, D
 (c) B, C, A, D, E (d) C, B, A, E, D

- Q8. As per Companies Act-2013, Disclosure related to share capital is compulsory for a period of 5 years immediately preceding the date of Balance sheet:

- A. Number and class of shares bought back
 B. Shares reserved under contracts/ commitments
 C. Forfeited shares
 D. Number and class of shares allotted for consideration other than cash and bonus shares
 E. Calls unpaid (Aggregate)

- (a) A, B and C only (b) B, C and D only
 (c) A, B and D only (d) C, D and E only

- Q9. The correct sequence of statement of profit or loss

- A. Other Income

B. Total Expenses
 C. Revenue from Operations
 D. Profit before extraordinary items & tax
 E. Total Revenue
 Choose the correct answer from the options given below:

- (a) C, D, A, B, E (b) C, D, E, A, B
 (c) C, A, E, B, D (d) A, B, C, D, E

Q10. Wizards in MS Access means:
 (a) Graphical representation of relationship between tables
 (b) Report generated by programme
 (c) Tools for simplifying the programme usage
 (d) Lines bonding the data within table

Q11. A and B are partners sharing profits and losses in the ratio 3 : 2. They admitted Z for $\frac{1}{8}$ th share. Z got this share as $\frac{1}{16}$ from A and $\frac{1}{16}$ from B. Calculate sacrificing ratio of A and B.
 (a) 3 : 2 (b) 1 : 1
 (c) 43 : 27 (d) 2 : 1

Q12. Oracle, SQL, Server, IBM-DB2 are example of:
 (a) Desktop data base
 (b) Server data base
 (c) Single user system
 (d) Word Processing software

Q13. Profit and loss Appropriation A/c includes:
 A. Interest on capital
 B. Interest on drawing
 C. Partner's salary
 D. Rent to partners
 E. Interest on outsider's loan

Choose the correct answer from the options given below:
 (a) A, B and C only (b) D and E only
 (c) A, B, C and E (d) A and B only

Q14. Which of the following is false for Not-for-profit organisation?
 (a) Scholarships granted to students out of funds provided by government will be credited to Income and Expenditure Account
 (b) Receipt and Payment Account does not differentiate between Capital and Revenue receipts
 (c) Opening Balance sheet is prepared when the opening Balance of Capital fund is not given
 (d) The balancing figure on credit side of Income and Expenditure denotes excess of expenses over incomes

Q15. State the sequence of payments in case of dissolution of a partnership firm:
 A. To pay outside liabilities of the business
 B. To pay partner's loan (if any)
 C. To utilise the amount in settlement of capital A/c
 D. To distribute the amount among the partners in their profit-sharing ratio
 E. To pay Realisation expenses
 Choose the correct answer from the options given below:

- (a) E, A, B, C, D (b) D, C, B, A, E
 (c) A, B, D, C, E (d) A, D, B, C, E

Q16. When extend selection is active, what is the keyboard short-cut for selecting all data up to and including the last row?
 (a) Ctrl + Down Arrow (b) Ctrl + Home
 (c) Ctrl + Up Arrow (d) Ctrl + Shift

Q17. Identify the term that indicate change in existing profit-sharing ratio among partners.
 (a) Dissolution of Partnership Firm
 (b) Dissolution of Partnership
 (c) Amalgamation of Partnership Firm
 (d) Valuation of Firm

Q18. How would you treat Table Tennis match expenses of ₹40,000 (assuming that no other information is given):
 (a) Shown in liability side of Balance Sheet
 (b) Debited to Income and Expenditure amount
 (c) Shown on asset side of Balance Sheet
 (d) Credited to Income and Expenditure A/c

Q19. Dividend received for a financing company dealing in shares and debentures is.
 (a) Operating Activity
 (b) Investing Activity
 (c) Financing Activity
 (d) Cash and cash equivalents

Q20. Match List I with List II

LIST I		LIST II	
A.	Current Investments	I.	Non-Current Liabilities
B.	Deferred Tax Assets (net)	II.	Current Assets
C.	Trade payables	III.	Non-Current Assets
D.	Long term borrowings	IV.	Current Liabilities

Choose the correct answer from the options given below:
 (a) A-II, B-III, C-I, D-IV (b) A-II, B-I, C-III, D-IV
 (c) A-II, B-III, C-IV, D-I (d) A-II, B-IV, C-I, D-III

Q21. Match List I with List II

LIST I		LIST II	
A.	AS-3	I.	Treatment of Goodwill
B.	AS-26	II.	One person company
C.	Section 2(62) of Companies Act, 2013	III.	Preference Shares
D.	Section 43 of Companies Act, 2013	IV.	Cash Flow Statement

Choose the correct answer from the options given below:
 (a) A-I, B-II, C-III, D-IV (b) A-II, B-III, C-IV, D-I
 (c) A-IV, B-I, C-II, D-III (d) A-III, B-IV, C-I, D-II

Q22. Match List I with List II

LIST I (Types of Ratio)		LIST II (Categorisation)	
A.	Current Ratio	I.	Profitability Ratio
B.	Proprietary Ratio	II.	Solvency Ratio
C.	Inventory Turnover Ratio	III.	Liquidity Ratio
D.	Earning Per Share	IV.	Activity Ratio

Choose the correct answer from the options given below:

- (a) A-II, B-I, C-III, D-IV (b) A-III, B-IV, C-II, D-I
(c) A-I, B-II, C-III, D-IV (d) A-III, B-II, C-IV, D-I

Q23. The following steps have been adopted for comparative statement analysis of financial statement of a company:

- A. Calculate the percentage change in individual items
B. Draw interpretation and conclusion
C. List out absolute amount of two point of times of two years
D. Calculate the overall change of percentage of group of items
E. Find out the change in absolute amount

Choose the correct answer from the options given below

- (a) E, A, C, B, D (b) C, A, D, B, E
(c) C, E, A, D, B (d) D, A, B, C, E

Q24. The surplus / deficit of Income and Expenditure Account of Not-for-Profit Organisation is transferred to:

- (a) Receipt and Payment Account
(b) Profit and Loss Account
(c) Trial Balance
(d) Balance Sheet

Q25. Given below is the financial information of a NPO Mahamaya Sports Club for the year ending 31-03-2022.

Particulars	₹
Match Expenses	32,000
Match Fund	16,000
Donation for Match Fund	10,000
Sale of Match Tickets	14,000

Amount of Match fund to be shown in Balance Sheet will be:

- (a) ₹8,000 (b) ₹6,000
(c) ₹4,000 (d) Nil

Q26. From the following particulars, Determine Cash flows from Investing Activities.

	Purchased (₹)	Sold (₹)
Machinery	3,50,000	2,75,000
Land and Building	4,50,000	3,00,000

Additional Information:

A plot of land had been purchased for investment purpose and was let out for commercial purpose and rent received ₹45,000.

- (a) ₹2,20,000 cash flow (b) ₹1,80,000 cash flow
(c) ₹1,80,000 cash used (d) ₹2,20,000 cash used

Q27. When unrecorded liabilities are paid off by partners, these liabilities are shown in:

- (a) Debit side of Realisation Account
(b) Credit side of Realisation Account
(c) Debit side of Bank Account
(d) Credit side of Bank Account

Q28. In case of dissolution of the firm, partner's capital account are closed through:

- (a) Bank Account (b) Realisation Account
(c) Capital Account (d) Loan Account

Q29. Kavi, Mani Vinayagam are partners in a firm sharing in the ratio of 2:1:1. Mani Retires. Kavi and Vinayagam decided to keep the capital of the firm at ₹1,20,000. The capital A/c of the partners showed a credit balance of ₹82,000/- for Kavi and ₹41,000/- for Vinayagam after all adjustment. The actual cash to be paid to Kavi and Vinayagam are.

- (a) 3000 and 1000 (b) 2000 and 1000
(c) 1500 and 1000 (d) 1000 and 2000

Q30. Identify the activity that results in cash flow from financing activities.

- (a) Interest received in cash from loans and advances
(b) Conversion of debentures into shares
(c) Cash payments for insurance premiums
(d) Interest paid on debentures

Q31. Solvency Ratios include:

- A. Debt-Equity Ratio
B. Current Ratio
C. Debt to capital employed Ratio
D. Gross Profit Ratio
E. Return on capital employed

Choose the correct answer from the options given below:

- (a) A and C only (b) A and E only
(c) B and D only (d) A, B and D only

Q32. From the following, calculate cash flow from financing activities

	Apr. 1, 2021	Apr. 1, 2022
8% Long term Loan	₹2,00,000	₹2,50,000

On 1st Oct. 2021, the company repaid a loan of ₹1,00,000

- (a) ₹50,000 (b) ₹1,50,000
(c) ₹38,000 (d) ₹44,000

Q33. State the order of steps required for valuation of goodwill by using super profit method.

- A. Calculate Normal Profit
B. Calculate Average Profit
C. Calculate Super Profit
D. Calculate Goodwill
E. Calculate Capital Employed

Choose the correct answer from the options given below:

- (a) A, B, E, C, D (b) A, B, C, E, D
(c) B, E, A, C, D (d) B, C, A, E, D

Q34. The profits of a firm for 5 years are as follows:

Year	Profits (₹)
2012-13	20,000
2013-14	24,000
2014-15	30,000

2015-16	25,000
2016-17	18,000

Calculate Goodwill on the basis of 3 years purchase of weighted average profits of last five years based on weights 1, 2, 3, 4 and 5 respectively.

- (a) ₹68,200 (b) ₹69,600
(c) ₹64,800 (d) ₹66,000

Q35. Consider the following facts about the categories of Share Capital

- A. Nominal Capital is that part of Authorised Capital which is actually issued to the public
B. Issue Capital is a part of Registered Capital.
C. Subscribed Capital can be further categorised into fully paid-up and not fully paid up
D. Reserve Capital is a profit of capital nature
E. Called up Capital is that part of subscribed Capital which company has asked the shareholders to pay

Choose the correct answer from the options given below:

- (a) A, B and D only (b) B, C and E only
(c) C, D and E only (d) A, B and C only

Q36. This formula would result in TRUE if C4 is less than 10 and D4 is less than 100.

- (a) = AND (C4 > 10, D4 > 10)
(b) = AND (C4 > 10, D4 > 100)
(c) = AND (C4 > 10, D4 = 100)
(d) = AND (C4 > 10, D4 < 100)

Q37. A, B and C were partners in a firm on 31st March 2021. Mr. C died on 30th June 2021. Calculate the amount of profits of current year to be credited to his Capital Account on the basis of following. C's share of profits was to be calculated on the basis of sales, and it is specified that the sales during the previous year was ₹8,00,000 with profit ₹1,00,000 and sales from 1st April 2021 to 30th June 2021 was ₹1,50,000.

- (a) ₹18,250 (b) ₹12,680
(c) ₹18,750 (d) ₹6,250

Q38. Mr. A, B, C and D are Partners in a firm sharing profits in the ratio of 3:2:1:4. Mr A retired and his share is acquired by B and C in the ratio 3:2. Calculate new profit sharing ratio of partners.

- (a) 19 : 11 : 20 (b) 3 : 2 : 4
(c) 18 : 12 : 20 (d) 16 : 18 : 12

Q39. Ram, a partner, died on 31st March, 2022. His share of loss was ₹10,000. Following journal entry will be passed in the books of Account to record the above adjustment.

- (a) P & L Suspense A/c Dr 10,000
 To Ram's Capital A/c 10,000
(b) P&L A/c Dr 10,000
 To Ram's Capital A/c 10,000
(c) P&L Appropriation A/c Dr 10,000
 To Ram's Capital A/c 10,000
(d) Ram's Capital A/c Dr 10,000
 To P & L Appropriation A/c 10,000

Q40. Identify the activity sequence of the basic information processing model.

- (a) Organise data, process data, and collect data
(b) Collect data, organise and process data and communicate information
(c) Process data, organise data and collect data

- (d) Organise data, collect data and communicate information.

Read the following information and answer the questions Q41-Q45:

On 1st April 2013, a company made an issue of 10,000, 9% debentures of ₹100 each at ₹92 per debenture. The terms of issue provided for redemption of 2,000 debentures every year starting from 31st March 2016, either by conversion into equity shares of ₹20 each or by drawn of lot a par at companies option. On 31st March 2016 Company's redeemed 2,000, 9% debentures by converting them into equity shares of ₹20 each.

Q41. What Journal entry will be passed when debentures will become due for conversion into equity share on 31st March 2016 is:

- (a) 9% Debentures A/c Dr. 2,00,000 ----
 To Debentures holder ---- 2,00,000
(b) 9% Debentures A/c Dr. 1,84,000 ----
 To Debentures holder ---- 1,84,000
(c) 9% Debentures A/c Dr. 2,00,000 ----
 To Debentures holder ---- 1,84,000
 To Statement of Profit and Loss ---- 96,000
 To Discount on issue of Debentures ---- 64,000
(d) 9% Debentures A/c Dr. 2,00,000 ----
 To Debenture holder ---- 1,84,000
 To discount on issue of Debentures ---- 16,000

Q42. The amount of discount on debentures written off for the year ending 31.03.2014 is:

- (a) ₹80,000 (b) ₹9,600
(c) ₹6,400 (d) ₹8,000

Q43. The amount of discount on issue of debentures written off on 31 March 2017 is:

- (a) 32,000 (b) NIL
(c) 8,000 (d) 40,000

Q44. Which A/c will be debited at the time when amount is received on issue of debentures?

- (a) Debenture Application A/c
(b) Discount on Issue of Debenture A/c
(c) Bank A/c
(d) Debentures Application & Allotment A/c

Q45. Company redeemed 2,000 debentures by draw of lot on 31st March 2017. Account to be debited on this date:-

- (a) Debenture Allotment A/c
(b) Equity Share Capital A/c
(c) Debenture Suspense A/c
(d) 9% Debentures A/c

Read the following information and answer the questions Q46-Q50.

A and B entered into partnership to supply stationery items without any terms and conditions. A contributed ₹1,00,000 as capital while B contributed ₹20,000 only but he allow his building to be used as the firm office. After running business for nearly nine months, they felt urgency of funds and same was fulfilled by B by providing ₹80,000 as loan to the firm. At the end of the accounting year, they made a profit of ₹50,000. They decide to expand their business in future by admitting C into the firm and also to make agreement in writing containing all the terms and conditions.

