



## SECTION - C

Answer any five of the following questions in not exceeding 5 lines each :

5 × 2 = 10

10. Write one definition of Entrepreneur
11. Explain any one function of an Entrepreneur
12. Entrepot Trade.
13. A.T.M.
14. Define Insurance
15. Treasury Bill
16. SENSEX
17. State Commission

## PART-II

(Marks-50)

### SECTION - D

Answer the following question :

1 × 20 = 20

18. Dinesh and Ramesh are partners in a firm sharing profits and losses in the ratio of 3:2. They decided to admit Vasu as a partner with  $\frac{1}{5}$  share in the profits. Their Balance Sheet as on March 31, 2015 was as follows :

Liabilities	Amount (₹)	Assets	Amount (₹)
Sundry Creditors	1,50,000	Cash at Bank	40,000
General Reserve	80,000	Bills Receivables	50,000
Bank O.D.	70,000	Debtors	60,000
Partners' Capitals :		Stock	1,20,000
Dinesh   1,00,000		Fixed Assets	2,80,000
Ramesh <u>1,50,000</u>	2,50,000		
	<b>5,50,000</b>		<b>5,50,000</b>



It was also decide that :

- (1) The fixed assets should be valued at ₹ 3,31,000.
- (2) A provision of 5% on sundry debtors to be made for doubtful debts.
- (3) The value of stock be reduced to ₹ 1,12,000.
- (4) Vasu brings ₹ 75,000 as capital and ₹ 15,000 as Goodwill.

Prepare necessary accounts and the revised Balance Sheet of the firm after admission of the partner.

### SECTION - E

**Answer any one of the following :**

**1 × 10 = 10**

19. What do you mean about consignment ? Explain the difference between consignment and sale.

20. Visakha Town Club provided Receipts and Payments account for the year ended on 31-03-2013. Prepare Income and Expenditure account.

Dr.	Receipts and Payments Account		Cr.
Receipts	Amount (₹)	Payments	Amount (₹)
To Balance B/d (1-4-2012)	11,500	By Salaries	8,000
To Subscriptions	6,500	By Rent	1,500
To Interest	500	By Stationery	500
To Sale of old furniture	800	By Government Bonds	6,000
To Entrance fee	4,000	By Balance c/d (31-3-2013)	7,300
	<b>23,300</b>		<b>23,300</b>

**Adjustments :**

- (1) Subscription includes ₹ 500 received for last year.
- (2) Rent includes ₹ 300 paid for last year.
- (3) Book value of furniture sold ₹ 1,000.

### SECTION - F

**Answer any two of the following questions :**

**2 × 5 = 10**

21. Explain the classes of shares.
22. On 1<sup>st</sup> January 2013, Sankar sold goods worth ₹ 20,000 to Bhaskar on credit and drew a bill for 3 months for the same amount. Bhaskar accepted the bill and returned it to Sankar. On the same day Sankar discounted the bill with his bank at 10% per annum. On the due date, the bill is honoured. Pass Journal entries in the books of Sankar.

23. Sanjay purchased machinery for ₹ 90,000 on 1<sup>st</sup> October, 2011. He spent ₹ 10,000 as installation expenses. Depreciation is to be provided at 10% on the Fixed Instalment method.

Prepare machinery account for three years ending 31<sup>st</sup> December every year.

24. Find out the Profit or Loss from the following data :

Capital at the beginning of the year	₹ 50,000
Drawings during the year	₹ 6,500
Additional Capital during the year	₹ 7,500
Capital at the end of the year	₹ 60,000

### SECTION - G

Answer any five of the following questions :

5 × 2 = 10

25. What do you mean by Noting Charges ?
26. Write any two causes of Depreciation.
27. What is an Account Sales ?
28. What is 'Legacy' ?
29. Write two disadvantages of Single Entry Book-Keeping.
30. What is authorized capital ?
31. Define accounts from Incomplete Records.
32. Ram and Shyam are partners sharing Profit and Loss equally. They have admitted Krishna as partner by giving him  $\frac{1}{5}$ <sup>th</sup> share in future profits. Calculate the new profit sharing ratio.