

SARALA BIRLA PUBLIC SCHOOL

Mahilong, Ranchi.

Revision Test (Accountancy)

Class – XII



From the following information calculate the amount of subscriptions to be credited to the Income & Expenditure Account for the year 2017-18:

| | ₹ |
|--|--------|
| 1 | |
| Subscriptions received during the year | |
| Subscriptions outstanding on 31.03.2017 | 80,000 |
| Subscriptions outstanding on 31.03.2018 | 26,000 |
| Subscriptions received in advance on 31.03.2017 | 6,000 |
| Subscriptions received in advance on 31.03.2018 | 15,000 |
| Subscriptions of ₹12,000 are still in arrears for the year 2016-17 | 10,000 |

2 Following is the Receipts and Payments Account of Radhika Club for the year ended 31.03.2018:

| Receipts | | ₹ | Payments | | ₹ |
|--|--------|--------|--|--|--------|
| Balance b/d | | 5,000 | Salary | | 9,000 |
| Subscriptions: | | | Newspaper | | 2,000 |
| 2016 - 2017 | 1,500 | | Rent | | 7,000 |
| 2017 - 2018 | 22,000 | | Fixed Deposit (On 1.4.2017 @ 12% p.a.) | | 25,000 |
| 2018 - 2019 | 1,000 | 24,500 | Books | | 4,000 |
| Sale of old Newspapers | | 1,500 | Furniture | | 8,000 |
| Government Grants | | 20,000 | Balance c/d | | 4,000 |
| Sale of old Furniture (Book Value ₹ 9,000) | | 6,000 | | | |
| Profit from entertainment | | 2,000 | | | |
| | | 59,000 | | | 59,000 |

Additional Information:

(i) Subscriptions outstanding as on 31.3.2017 were ₹2,000 and on 31.3.2018 ₹3,000.

(ii) On 31.3.2018 salary outstanding was ₹4,000 and rent outstanding was ₹1,000.

(iii) On 1.4.2017 the Club owned furniture ₹20,000 and books ₹18,000.

Prepare Income and Expenditure Account of the Club for the year ended 31.3.2018 and ascertain the Capital Fund on 31.3.2017.

3 A, B and C sharing profits and losses in the ratio of 2:2:1. D was admitted as a new partner with 1/5 share in profit in the firm on 31-03-2017. An extract of their Balance Sheet as at 31st March, 2017 was as follows:

| Liabilities | (₹) | Assets | (₹) |
|-----------------------------|--------|------------|----------|
| Investment Fluctuation Fund | 90,000 | Investment | 3,00,000 |

Show the accounting treatment investment fluctuation fund in each of the following alternative cases:

Case 1. If there is no other information.

Case 2. If the market value of investments is ₹3,00,000.

Case 3. If the market value of investments is ₹2,60,000.

Case 4. If the market value of investments is ₹2,00,000.

Case 5. If the market value of investments is ₹3,50,000.

4 Given below is the Balance Sheet of Krishna and Suresh who are partners in a firm sharing profits in the ratio of 3 : 2.

| Liabilities | | Amount (₹) | Assets | | Amount (₹) |
|--------------------|--------|------------|---------------------|--|------------|
| Creditors | | 15,000 | Plant and Machinery | | 30,000 |
| Reserves | | 5,000 | Patents | | 5,000 |
| Capital Accounts : | | | Furniture | | 3,000 |
| Krishna | 30,000 | | Stock | | 16,000 |
| Suresh | 20,000 | 50,000 | Debtors | | 15,000 |
| | | | Cash | | 1,000 |
| | | 70,000 | | | 70,000 |

On that date, Mohan is admitted as a partner for 1/5th share on the following terms :

(i) He is to contribute ₹14,000 as his share of capital which includes his share of premium for goodwill.

(ii) Goodwill is valued at 2 years' purchase the average profits of the last 4 years, which were ₹10,000; ₹9,000; ₹8,000 and ₹13,000 respectively.

(iii) Plant to be written down to ₹25,000 and patents written up by ₹8,000.

(iv) Unrecorded investment ₹7,000 is to be brought into books

Prepare Revaluation Account, Partners' Capital Accounts and the Balance Sheet of the new firm.

X, Y and Z are partners sharing profits in the ratio of 4:3:3. Z retires, X gain $\frac{2}{10}$ from Z and Y gain $\frac{1}{10}$ from Z.

5 Find the new ratio of remaining partners.

6 There was an old computer which was written-off in the books of accounts in the previous year. The same has been taken over by a partner Nitin for ₹3,000. Journalise the transaction, supposing, that the firm has been dissolved.