

1 Score – All Questions from 1 to 7

1	c) Debtors
2	a) Integrated Goods and Service Tax
3	b) Favourable balance
4	d) Errors of Commission (<i>Errors of omission and Errors of Principle are considerable answers as there is ambiguity in question</i>)
5	
6	b) Wear and tear
7	d) Intangible b) Purchase Book

2 Score - All Questions from 8 to 12

8	a) Original / Primary / First Entry b) Secondary Entry															
9	Accounting Equation: Assets = Liabilities + Capital															
10	Objectives of Trial Balance: a) To verify the arithmetical accuracy of ledger accounts b) To locate errors c) To help in preparation of final accounts - (any 2)															
11	<p>Calculation of Gross Profit: Gross Profit = Net sales – Cost of goods sold</p> <p>Cost of Goods Sold = (Opening stock + Net Purchases + Direct Expenses) – Closing stock</p> <p>∴ Cost of Goods Sold = (30000 + 18000 + 2000) – 25000 = 25000</p> <p>∴ Gross Profit = 60000-25000 = 35000</p> <p><i>Note: Gross Profit can also be calculated by preparing a Trading Account</i></p>															
12	<p>Differences: (any 2)</p> <table border="1"> <thead> <tr> <th>Basis of Differences</th> <th>Straight Line Method</th> <th>WDV Method</th> </tr> </thead> <tbody> <tr> <td>1. Basis of charging depreciation</td> <td>Original cost</td> <td>Book Value</td> </tr> <tr> <td>2. Annual amount of depreciation</td> <td>Fixed</td> <td>Declines</td> </tr> <tr> <td>3. Total charge of depreciation and repairs</td> <td>Unequal – It increases in later years</td> <td>Almost equal every year</td> </tr> <tr> <td>4. Income Tax Act recognition</td> <td>Not recognized</td> <td>Recognized</td> </tr> </tbody> </table>	Basis of Differences	Straight Line Method	WDV Method	1. Basis of charging depreciation	Original cost	Book Value	2. Annual amount of depreciation	Fixed	Declines	3. Total charge of depreciation and repairs	Unequal – It increases in later years	Almost equal every year	4. Income Tax Act recognition	Not recognized	Recognized
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3 Score – Any 5 from 13 to 18

13	<p>Match the following:</p> <p>i) Invoice - b) Voucher ii) Salaries - c) Expenses iii) Stock - a) Inventory</p>
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4 Score – Any 5 from 19 to 24

19	Accounting Principles: i) Business entity ii) Going Concern iii) Dual Aspect iv) Cost Concept																																																
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23	Bank Reconciliation Statement: <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 5px;"> <thead> <tr style="background-color: yellow;"> <th style="width: 70%;">Particulars</th> <th style="width: 15%;">Amount</th> <th style="width: 15%;">Amount</th> </tr> </thead> <tbody> <tr> <td>Balance as per Cash Book</td> <td></td> <td style="text-align: right;">50000</td> </tr> <tr> <td>Add: Cheque issued but not presented</td> <td style="text-align: right;">2300</td> <td></td> </tr> <tr> <td>Add: Direct Deposit into bank</td> <td style="text-align: right;">6000</td> <td></td> </tr> <tr> <td>Add: Interest credited in pass book</td> <td style="text-align: right;"><u>1200</u></td> <td style="text-align: right;"><u>9500</u></td> </tr> <tr> <td></td> <td></td> <td style="text-align: right;">59500</td> </tr> <tr> <td>Less: Bank charges debited in pass book</td> <td></td> <td style="text-align: right;">3000</td> </tr> <tr> <td>Balance as per Pass Book</td> <td></td> <td style="text-align: right;">56500</td> </tr> </tbody> </table> <p style="text-align: center; margin: 5px 0;">OR</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 5px;"> <thead> <tr style="background-color: yellow;"> <th style="width: 70%;">Particulars</th> <th style="width: 15%;">Amount (+)</th> <th style="width: 15%;">Amount (-)</th> </tr> </thead> <tbody> <tr> <td>Balance as per Cash Book</td> <td style="text-align: right;">50000</td> <td></td> </tr> <tr> <td>Cheque issued but not presented</td> <td style="text-align: right;">2300</td> <td></td> </tr> <tr> <td>Direct Deposit into bank</td> <td style="text-align: right;">6000</td> <td></td> </tr> <tr> <td>Interest credited in pass book</td> <td style="text-align: right;">1200</td> <td></td> </tr> <tr> <td>Bank charges debited in pass book</td> <td></td> <td style="text-align: right;">3000</td> </tr> <tr> <td>Balance as per Pass Book</td> <td></td> <td style="text-align: right;">56500</td> </tr> <tr> <td></td> <td style="text-align: right;"><u>59500</u></td> <td style="text-align: right;"><u>59500</u></td> </tr> </tbody> </table>	Particulars	Amount	Amount	Balance as per Cash Book		50000	Add: Cheque issued but not presented	2300		Add: Direct Deposit into bank	6000		Add: Interest credited in pass book	<u>1200</u>	<u>9500</u>			59500	Less: Bank charges debited in pass book		3000	Balance as per Pass Book		56500	Particulars	Amount (+)	Amount (-)	Balance as per Cash Book	50000		Cheque issued but not presented	2300		Direct Deposit into bank	6000		Interest credited in pass book	1200		Bank charges debited in pass book		3000	Balance as per Pass Book		56500		<u>59500</u>	<u>59500</u>
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24	Trial Balance		
	Particulars	Amount (Dr)	Amount (Cr)
	Cash	50000	
	Capital		40000
	Purchases	10000	
	Sales		15000
	Commission Received		5000
	60000	60000	

8 Score – Any 1 from 25 to 26

25	Double Column Cash Book:									
	Date	Receipts	LF	Cash	Bank	Date	Payments	LF	Cash	Bank
	2022					2022				
	Jan 1	To Balance b/d		1000	4500	Jan 4	By Purchase		3000	
	Jan 2	To Sales		6000		Jan 6	By Bank	C	2000	
	Jan 6	To Cash	C		2000	Jan 8	By Cash	C		1000
	Jan 7	To Bank	C	1000		Jan 10	By Abin			1500
	Jan 24	To Interest Rcd			500	Jan 15	By Rent			800
						Jan 20	By Drawings		500	
						Jan 25	By Bank Charges			100
					Jan 31	By Balance c/d		2500	3600	
			8000	7000				8000	7000	

26	Trading & Profit and Loss A/c			
	For the year ending 31st Dec 2023			
	Particulars	Amount	Particulars	Amount
	To Opening Stock	24000	By Sales	125000
	To Purchase	75000	Less: Returns	<u>4000</u>
	Less: Returns	1500	By Closing Stock	30000
	To Wages	11000		
	To Carriage Inward	3000		
	To Gross Profit c/d	39500		
		151000		151000
To Advertisement	4000	By Gross Profit b/d	39500	
To Salaries	6500	By Rent Received	1500	
Add: Salary O/s	<u>1500</u>			
To Sales expenses	15000			
To Depreciation – Furniture	6000			
To Net Profit (Capital A/c)	8000			
	41000		41000	

Balance Sheet as on 31st Dec 2023

Liabilities		Amount	Assets		Amount
Capital	85500		Furniture	60000	
Add: Net Profit	<u>8000</u>	93500	Less: Depreciation	<u>6000</u>	54000
Bills Payable		5000	Bills Receivable		8000
Creditors		12000	Debtors		18000
Salary Outstanding		1500	Closing Stock		30000
			Cash		2000
		112000			112000