

Kites Junior College

JR INTER
Time: 3 Hrs

COMMERCE AND ACCOUNTING
PRE-FINAL-I
PART I (50 MARKS)

DATE: 13.02.2019
Max Marks:100

SECTION – A

(2*10=20)

Answer any TWO of the following questions in not exceeding 40 lines each

1. Define Sole proprietorship and discuss its merits and demerits.
2. What is Memorandum of Association? Explain its clauses.
3. Examine the advantages and disadvantages of raising funds by issuing equity shares.

SECTION – B

(4*5=20)

Answer any FOUR of the following questions in not exceeding 20 lines each

4. What is foreign trade? Explain the types of foreign trade.
5. Define partnership and state its important features.
6. What are the various factors that determine the selection of sources of finance?
7. What are the sources of short term finance?
8. Define MNC and Explain its features.
9. What are the benefits of e-business to costumers?

SECTION – C

(5*2=10)

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

10. Profession.
11. What is Commerce?
12. Karta.
13. Active Partner.
14. What is a Government Company?
15. Minimum Subscription.
16. Working Capital.
17. Define Manufacturing enterprise.

PART II (50 MARKS)

SECTION – D

Answer the following question.

(1*20=20)

18. From the following Trial Balance of Mr. Kapil, prepare the Trading, Profit and Loss Account and Balance Sheet for the year ended 31.03.2018

Trial Balance

Debit Balance(Rs)	Amount(Rs)	Credit Amount(Rs)	Amount(Rs)
Salaries	6,000	Sales	47,000
Purchases	22,000	Creditors	10,000
Wages	7,800	Capital	25,000
Carriage on Purchases	400	Bills payable	5,800
Office Expenses	500		
Commission	600		
Debtors	30,000		
Furniture	3,000		
Machinery	10,000		
Insurance	400		
Bank Balance	4,000		
Bills Receivable	2,000		
Cash	1,100		
Total	87,800	Total	87,800

Adjustments:

- i) Outstanding wages – Rs 2,000.
- ii) Outstanding salaries – Rs 1,000
- iii) Prepaid Insurance – Rs 50
- iv) Create 5% reserve for bad debts on debtors.
- v) Depreciation on furniture Rs 150, depreciation on machinery Rs 500
- vi) Closing stock – Rs 11,000

SECTION – E

Answer any one of the following question.

(1*10=10)

19. Prepare three-column cash book from the following:

2015 December		Amount(Rs)
1	Cash in Hand	12,000
	Bank Balance(Credit)	10,000
5	Paid to Hari by Cheque	425
	Discount received	75
9	Sales	1,600
15	Deposited cash into Bank	1,300
18	Received cheque from Kalyan	1,275
	Discount allowed	25
	Kalyan cheque deposited into Bank	
20	Taken cash from Bank for personal use	3,000
25	Paid Salaries	1,200
27	Telephone bill paid by cheque	1,250
28	Drawn cash from Bank for office use	2,000

20. Pass Book of a trader shows a balance of Rs 12,600 on comparing the Pass Book with the Cash Book, the following discrepancies were noted:

a) Cheques deposited in bank but not collected	Rs 2,100
b) Cheques issued but not presented for payment	Rs 1,800
c) Bank charges	Rs 175
d) Bank paid insurance premium	Rs 1,500
e) The debtor paid directly into bank account	Rs 1,200

SECTION – F

Answer any two of the following question.

(2*5=10)

21. Explain the different types of accounts along with their debit, credit rules.

22. From the following information, Prepare Praveen's Account as on 31-03-2015:

2015 March		Amount(Rs)
1	Balance due from Praveen	1,750
7	Sold goods to Praveen	750
10	Purchased goods from Praveen	500
15	Paid cash to Praveen	400
23	Received cash from Praveen	250
25	Returned goods to Praveen	100

Praveen settled account with 10% discount.

23. Prepare Sales Book and Sales returns Book from the following:

2015 May		Amount(Rs)
1	Sold goods to Rahul	6,500
3	Sold goods to Manish	6,000
8	Returned goods by Rahul	700
11	Sold goods to Raj Kumar	12,000
14	Sold goods to Bhanu	11,000
17	Returned goods from Raj Kumar	2,000
21	Sold goods to Anand	9,000

24. Explain any five types of Errors.

SECTION – G

Answer any five of the following question.

(5*2=10)

25. What is Book-keeping?

26. What is Business entity concept?

27. Journalize the following transactions.

2015 January		Amount(Rs)
1	Brought the cash into business	45,000
2	Furniture Purchased	10,000
8	Goods purchased	5,000
14	Goods sold to Sekhar on credit basis	4,000

28. Contra Entry

29. Record the opening entry from the following particulars on 1st April, 2015:

Cash in Hand	Rs 5,000
Machinery	Rs 20,000
Stock	Rs 10,000
Sundry Debtors	Rs 18,000
Sundry Creditors	Rs 9,000
Furniture	Rs 12,000
Bills Payable	Rs 11,000

30. Prepare the Trial Balance of Manasa as on 31-12-2015:

Bills Receivable	Rs 1,000
Return Outwards	Rs 300
Purchases	Rs 3,000
Return Inwards	Rs 200
Sales	Rs 1,200
Bills Payable	Rs 800
Capital	Rs 1,900

31. Compensating Errors.

32. Depreciation