** SINDHI HIGH SCHOOL, HEBBAL**

**Unit Test - I [2024-25]**

**Subject: Accountancy (055)**

**Class: XII Max Marks: 25**

**Date: 10.06.2024 Reading Time: 8:25-8:35 am  
No. of Sides: 02 Writing Time: 8:35-9:35 am**

*General Instructions:*

1. *All Questions are compulsory.*
2. *Marks of each question is indicated against the question.*
3. *Show the necessary working notes wherever required.*
4. *Question nos. 1 to 8 carries 1 mark each.*
5. *Question no. 9 carries 3 marks each.*
6. *Question nos. 10 and 11 carries 4 marks each.*
7. *Question no. 12 carries 6 marks.*
8. *All parts of an answer of each question should be written at one place.*
9. Abhay, Boris and Chetan were partners in a firm sharing profits in the ratio of 5:3:2. Boris was guaranteed a profit of ₹95,000. Any deficiency on account of this was to be borne by Abhay and Chetan equally. The firm earned a profit of ₹2,00,000 for the year ended 31st March, 2024. The amount given by Abhay to Boris as guaranteed amount will be: **(1)**  
   (A) ₹17,500 (B) ₹35,000 (C) ₹25,000 (D) ₹10,000
10. Assertion (A): Each partner is a principal as well as an agent for all the other partners.

Reason (R): As per the definition of Partnership Act, partnership business may be carried on by all the partners or any of them acting for all.

Choose the correct option from the following : **(1)**

(A) Both Assertion(A) & Reason(R) are correct, but Reason(R) is not the correct explanation of Assertion(A).

(B) Both Assertion(A) and Reason(R) are correct and Reason(R) is the correct explanation of Assertion(A).

(C) Assertion (A) is correct, but Reason (R) is incorrect.

(D) Assertion (A) is incorrect, but Reason (R) is correct.

Read the following hypothetical situation and answer questions No. 3 and 4 on the basis of the given information.

Abha and Babita were partners in a clay toy making firm sharing profits in the ratio of 2:1. On 1st April, 2023, their capital accounts showed balances of ₹5,00,000 and ₹10,00,000 respectively. The partnership

deed provides for interest on capital @ 10% p.a. The firm earned a profit of ₹90,000 during the year.

1. The amount of interest on capital allowed to Abha will be: **(1)**

(A) ₹50,000 (B) ₹1,00,000 (C) ₹60,000 (D) ₹30,000

1. Babita’s share in profit will be: **(1)**  
   (A) ₹60,000 (B) ₹30,000 (C) Nil (D) ₹1,00,000
2. Dan, Elf and Furhan were partners in a firm sharing profits in the ratio of 5:3:2. With effect from 1st April, 2023, they decided to change their profit-sharing ratio to 2:3:5. There existed a General Reserve of ₹90,000 on the date of change in profit sharing ratio. The partners decided not to distribute General Reserve. The necessary adjustment entry to show the effect of the above will be: **(1)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Date | Particulars | Dr. Amount (₹) | Cr. Amount (₹) |
|  |  | Dan’s Capital A/c Dr.  To Furhan’s Capital A/c | 27,000 | 27,000 |
|  |  | Dan’s Capital A/c Dr.  To Furhan’s Capital A/c | 90,000 | 90,000 |
|  |  | Furhan’s Capital A/c Dr.  To Dan’s Capital A/c | 27,000 | 27,000 |
|  |  | Furhan’s Capital A/c Dr.  To Dan’s Capital A/c | 90,000 | 90,000 |

1. Suchi and Ruchi were partners in a firm sharing profits and losses equally. Throughout the year Ruchi withdrew ₹12,000 in the middle of each month. Interest on drawings is to be charged @ 6% p.a. as per partnership agreement. The average period for calculation of interest on drawings will be: **(1)**

(A) 6½ months (B) 6 months (C) 5½ months (D) 1 month

1. Indu, Vijay and Pawan were partners in a firm sharing profits in the ratio of 4:3:3. On 31st March, 2024 they decided to share the future profits equally. An extract of their Balance Sheet an at 31st March, 2024 is given below: **(1)**

|  |  |  |  |
| --- | --- | --- | --- |
| Liabilities | Amount ₹ | Assets | Amount ₹ |
| Investment Fluctuation Reserve | 80,000 | Investments (Market Value ₹80,000) | 90,000 |

Which of the following is the correct accounting treatment of Investment Fluctuation Reserve at the time of change in Profit Sharing Ratio?

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Date | Particulars | Dr. Amount(₹) | Cr. Amount(₹) |
| 1. **A** |  | Investment Fluctuation Reserve A/c Dr.  To Revaluation A/c | 10,000 | 10,000 |
|  |  | Investment Fluctuation Reserve A/c Dr.  To Indu’s Capital A/c  To Vijay’s Capital A/c  To Pawan’s Capital A/c | 80,000 | 32,000  24,000  24,000 |
|  |  | Revaluation A/c Dr.  To Investment Fluctuation Reserve A/c | 10,000 | 10,000 |
|  |  | Investment Fluctuation Reserve A/c Dr.  To Investment A/c  To Indu’s Capital A/c  To Vijay’s Capital A/c  To Pawan’s Capital A/c | 80,000 | 10,000  28,000  21,000  21,000 |

1. Pick the odd one out: **(1)**  
   A) Rent to Partner B) Manger’s Commission   
   C) Interest on Partner’s Loan D) Interest on Partner’s Capital
2. Mohan, Suhaan and Adit were partners in a firm sharing profits and losses in the ratio of 3:2:1. Their fixed capitals were: ₹2,00,000, ₹1,00,000 and ₹1,00,000 respectively. For the year ended 31st March, 2023, interest on capital was credited to their accounts @ 8% p.a. instead of 5% p.a. Pass necessary adjusting journal entry. Show your workings clearly. **(3)**
3. Pearl and Ruby were partners in a firm with a combined capital of ₹2,50,000. The normal rate of return was 10%. The profits of the last four years were as follows: **(4)**  
   2019 - 20 ₹35,000 2020 - 21 ₹25,000   
   2021 - 22 ₹32,000 2022 - 23 ₹33,000   
   The closing stock for the year 2022 - 23 was overvalued by ₹5,000.  
   Calculate goodwill of the firm based on three years purchase of the last four years average super profit.
4. Himanshu and Mayank are partners in a partnership firm. They share profits in the ratio of 5:3. Himanshu withdrew the following amounts during the year to pay his personal expenses: **(4)**  
   1st May, 2023 ₹20,000 1st June, 2023 ₹10,000

1st Nov., 2023 ₹5,000 1st Dec, 2023 ₹5,000  
Calculate interest on drawings @ 6% p.a. on 31st March, 2024

1. Shubhi and Revanshi were partners in a firm sharing profits and losses in the ratio of 3:2. Their Balance Sheet as at 31st March, 2023 was as follows: **(6)**  
    Balance Sheet of Shubhi and Revanshi as at 31st March, 2023

|  |  |  |  |
| --- | --- | --- | --- |
| Liabilities | Amount ₹ | Assets | Amount ₹ |
| Capitals: Shubhi 60,000   Revanshi 32,000  General Reserve  Bank Loan  Creditors | 92,000  30,000  18,000  70,000 | Fixed Assets  Stock  Debtors  Cash | 90,000  38,000  30,000  52,000 |
| 2,10,000 | 2,10,000 |

On 1st April, 2023 they decided to share the profit equally in future on the following terms:  
(i) Fixed assets were depreciated @ 30%.   
(ii) Stock was valued at ₹45,000.

(iii) Goodwill of the firm was valued at ₹1,00,000  
Prepare Revaluation Account, Partner’s Capital Accounts and the new Balance Sheet.