ELEMENTS OF BOOK-KEEPING AND ACCOUNTANCY (254) SAMPLE QUESTION PAPER 2020-21 CLASS X

MM – 70 TIME: 3 HOURS

General Instructions:

1	This question paper contains 30 questions.
2	Marks are indicated against each question.
3	There are two Case Based Questions (CBQ's).
4	Answers should be brief and to the point.
5	Workings to the answers should be given clearly.

Q.No	QUESTIONS			
1	Heavy expenditure undertaken on the advertisement for brand building at the			
	time of launch of a product by a company is (Choose the correct alternative)			
	a. Revenue Expenditure			
	b. Capital Expenditure			
	c. Deferred Revenue Expenditure			
	d. Statement of financial position	1		
2	A new machine was imported by Nishtha Ltd. from South Korea for ₹7,00,000			
	and 20% p.a. depreciation is charged as per reducing balance method. The book			
	value of the machine at the end of the second year would be			
	(Choose the correct alternative)			
	a. ₹4,84,000			
	b. ₹4,48,000			
	c. ₹4,64,000	1		
	d. ₹4,72,000			
3	is not a negotiable instrument. (Choose the correct alternative)			

	a. Bills of exchange	
	b. Promissory Note	
	c. Bearer cheque	
	d. Crossed cheque	1
	OR	
	Maker of the bill is also known as (Choose the correct alternative)	
	a. Bill Receivable	
	b. Drawer	
	c. Drawee	
	d. Reserve	1
4	Depreciation is charged on which of the following? (Choose the correct alternative)	
7	a. Land	
	b. Sales	
	c. Plant and Machinery	1
	d. Capital	1
	OR	
	is not a cause of depreciation. (Choose the correct alternative)	
	a. Wear and Tear	
	b. Obsolescence	
	c. Fluctuation in prices	1
	d. Efflux of time	1
5	Bank Reconciliation Statement is the comparison of the bank statement with:	
	(Choose the correct alternative)	
	a. Trading Account	
	b. Cash Book	
	c. Statement of Affairs	1
	d. Sales Book	
6	Credit balance as Cash book as on 31 st March, 2020 is ₹ 30,750. The bank has	
	debited ₹ 700 as bank charges and has credited ₹ 7,775 on account of interest.	

Balance as per pass bool	Balance as per pass book should be (Choose the correct alternative)						
a. ₹26,475							
b. ₹24,475							
c. ₹23,675							
d. ₹16,500							
Cost of goods sold is eq	ual to	(Choose the c	orrect alternative				
a. Sales – Gross Pro	ofit						
b. Sales + Gross Pr	ofit						
c. Sales + Net Prof	it						
d. Sales – Net profi	t						
Read the following text	t and answer qu	estion (8-10) on the	basis of the sam				
Gopi Chand started wit	h the manufactu	ring unit of Solar (Charkha in Febru				
2018 and was nominated by the ruling government under Make in India awards.							
	Gopi Chand wants to set up another unit in a nearby village and purchase land for						
	t up another unit	in a nearby village a	nd purchase land				
	-	, ,	•				
Gopi Chand wants to ser premises there too. Give	en below is Trial	, ,	•				
Gopi Chand wants to ser premises there too. Give	en below is Trial	Balance of Gopi Ch	•				
Gopi Chand wants to sepremises there too. Give 2020.	en below is Trial	Balance of Gopi Ch	and as at 31st Ma				
Gopi Chand wants to serpremises there too. Give 2020. Tr	en below is Trial ial Balance as at Amount (₹)	Balance of Gopi Ch 31st March 2020 Credit Balance	and as at 31st Ma				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock	en below is Trial ial Balance as at Amount (₹) 50,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital	and as at 31st Ma Amount (₹) 1,70,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases	en below is Trial ial Balance as at Amount (₹) 50,000 80,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors	and as at 31st Ma Amount (₹) 1,70,000 44,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture	en below is Trial ial Balance as at Amount (₹) 50,000 80,000 35,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture Depreciation on furniture	en below is Trial ial Balance as at Amount (₹) 50,000 80,000 35,000 7,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture Depreciation on furniture Advertisement Expenses	en below is Trial ial Balance as at Amount (₹) 50,000 80,000 35,000 7,000 10,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture Depreciation on furniture Advertisement Expenses Salary	en below is Trial ial Balance as at Amount (₹) 50,000 80,000 7,000 10,000 14,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture Depreciation on furniture Advertisement Expenses Salary Telephone Expenses	en below is Trial ial Balance as at Amount (₹) 50,000 80,000 35,000 7,000 10,000 14,000 4,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				
Gopi Chand wants to serpremises there too. Give 2020. Tr Debit Balance Opening Stock Purchases Office furniture Depreciation on furniture Advertisement Expenses Salary Telephone Expenses Cash at Bank	Amount (₹) 50,000 80,000 35,000 7,000 10,000 14,000 4,000 18,000	Balance of Gopi Ch 31st March 2020 Credit Balance Capital Sundry Creditors Bank Loan	Amount (₹) 1,70,000 44,000 1,00,000				

8	Which of the following is not a financial statement prepared by a sole trader?	1
	(Choose the correct alternative)	
	a) Profit and Loss Account	
	b) Trading Account	
	c) Bank Book	
	d) Balance Sheet	
9	Trading profit for Gopi Chand will be (Choose the correct alternative)	1
	a) ₹39,000	
	b) (₹24,000)	
	c) ₹99,000	
	d) ₹49,000	
10	Total of Liabilities side for Gopi Chand's business will be	1
	(Choose the correct alternative)	
	a) ₹3,32,000	
	b) ₹4,18,000	
	c) ₹3,28,000	
	d) ₹3,10,000	
11	On 12 th July,2019 a bill of exchange was drawn by Mr X on Mr Y for one month.	1
	The date of its maturity of the will be (Choose the correct alternative)	
	a. 13 th August,2019	
	b. 16 th August,2019	
	c. 15 th August,2019	
	d. 14 th August,2019	
12	As on 31 st March 2020, debit balance as per cash book of Mr. Singh stood at ₹	1
	20,000. Cheques worth ₹ 2,600 deposited in bank, could not get cleared due to	
	public holidays and issued cheques could also not be presented by creditors ₹	
	7500.In the light of the given conditions, which of the following would be the	
	correct balance as per pass book?	
	(Choose the correct alternative)	

	a. ₹22,600			
	b. ₹22,750			
	c. ₹22,940			
	d. ₹24,900			
	Read the following text and answer question (13-16) or	the basis of the same:		
	Henry used to run a plumbing business, due to Covid 19 h	e could not afford to		
	pay rent for his shop hence he now operates the same from	h his home. He has		
	extracted the following information from his books			
	Particulars	Amount (₹)		
	Capital in the beginning of the year (April 1, 2019)	2,00,000		
	Capital at the end of the year (March 31, 2020)	2,20,000		
	Drawings made during the year	50,000		
	Loose tools	20,000		
	Sundry Debtors	30,000		
13	The capital at the end of accounting year is ascertained by	preparing: -		
	(Choos	se the correct alternative		
	a. Total debtors account			
	b. Profit and loss account			
	c. Total creditors account			
	d. Closing statement of Affairs		1	
14	From incomplete records it is not possible to prepare:			
	(Choose the correct alternative)			
	a. Statement of affairs			
	b. Trial Balance			
	c. Statement of profit and loss			
	d. Bank Reconciliation Statement		1	

15	Profit for Henry for the Financial Year 2019-20 will be		
	(Choose the correct alternative)		
	a. ₹70,000		
	b. ₹50,000		
	c. ₹20,000		
	d. ₹2,20,000	1	
16	Total of Statement of Affairs as on 31st March 2020 for Henry will be	1	
	(Choose the correct alternative)		
	a. ₹2,00,000		
	b. ₹2,20,000		
	c. ₹50,000		
	d. ₹2,70,000		
17	Depreciation is abecause it does not involve any cash outflow.	1	
	(Choose the correct alternative)		
	a. Cash expenditure		
	b. Non-cash expenditure		
	c. Capital expenditure		
	d. Deferred revenue expenditure		
18	Freight Inward is shown in (Choose the correct alternative)	1	
	a. Profit and Loss Account		
	b. Profit and Loss Appropriation Account		
	c. Trading Account		
	d. Balance Sheet		
19	Explain the term Deferred Revenue Expenditure with the help of an example.	3	
	OR		
	Give any three examples of Capital expenditure.		
20	State any three causes of difference in balance as per Cash book as per Pass book.	3	

21	Samarth sold goods for ₹ 10,000 to Hemant on 25 th March, 2019. On the same			
	date, Hemant sent his promissory note for the amount payable, after 2 months. On			
	the due date, the bill was met. Give journal entries in the books of Hemant.			
	OR			
	State any three advantages of bill of exchange.	3		
22	State any two limitations of Incomplete Record System.	3		
23	Suraj received from Kartik an acceptance for 60,000 on 1st july,2019 at 3months.			
	Suraj got this acceptance discounted @12% p.a.at his bank. On the due date,			
	Kartik paid the required amount. Give the Journal entries in the books of Suraj	4		
	and Kartik.			
24	State and form a interest distinction between Conital and Devenue France diture	4		
24	State any four points of distinction between Capital and Revenue Expenditure.	4		
25	Distinguish between Straight line method and Diminishing Balance method.	4		
	Or			
	State any four merits of Written down value method.			
26	Prepare Bank Reconciliation Statement of Misha Ice Cream Parlours as on	4		
	31 st March, 2019:			
	S.No. Particulars Amount (in ₹)			
	(a) Debit balance as per Cash Book 40,000			
	(b) Cheques deposited but not cleared 10,000			
	(c) Cheques issued but not cleared 700			
27	From the following information extracted from the books of M/s Sherya, prepare			
	a Balance sheet as on 31-03-2020. During the year ended 31-03-2020 M/s Sherya			
	earned a net profit of ₹1,00,000. The Position of assets and liabilities on 31-03-			
	2020 was as follows:			
	Cash in hand ₹2,00,000 Investment ₹1,20,000 Cash at bank ₹ 4,00,000			
	Land and Building ₹4,80,000 Debtors ₹ 1,00,000	4		
	Capital ₹16,50,000 Stock ₹ 7,00,000 Bankoverdraft ₹2,50,000;	ı		
		1		
1				

28	From the following particulars of Vansh Brothers, prepare a bank reconciliation					
	statement on March 31,2019					
		Particulars			t (in ₹)	
	(a)	Overdraft as per passboo		25,2		
	(b)	Insurance premium paid	by the bank	2,5		
	(c)	Interest on overdraft		1,5		
	(d)	Cheque deposited but no	•	8,1		_
	(e)	Amount wrongly debited	l by bank	2,0	00	5
29		terprises purchased a Mac	-	-		
	_	are closed on 31 st Dec			-	
		@10% p.a. on original cos		car. The depre		5
30		g is the position statemen			is accounts in	
	incomple	ete system) as on 31-03-20				
		Particulars	31-03-2019			
			Amount in ₹	Amount in ₹		
		Cash	20,000	18,000		
		Sundry Debtors	78,000	90,000		
		Stock	68,000	64,000		
		Machinery	1,40,000	1,30,000		
		Sundry Creditors	29,000	29,000		
		Bills Payable	5,000	10,000		_
	During 2	019-20, he introduced ₹1:	5,000 as new cap	pital and withdi	rew ₹ 4,000 per	5
	month for his personal use. Ascertain his profit for the year ending 31-03-2020.					
			OR			
	Distingui	ish between Double entry	and Single Entr	y system of acc	counting.	5
31	Prepare Trading and Profit and Loss account for M/s Solar Charkha Makers from			5		
	the following information for the year ending 31-03-2019 when Closing stock is					
	valued at 20,000.					

Trial Balan	e ac on 3	1 3	2018
i mai baian	e as on 5	17	a. ZUTA

Name of Account	Debit Balance (₹)	Credit Balance (₹)
Opening Inventory	50,000	
Purchase and Sales	8,15,000	12,03,700
Returns	700	5,000
Rent Received		13,400
Debtors and Creditors	1,28,000	3,44,800
Capitals		2,40,000
Salaries and Wages	35,000	
Bad Debts	7,800	
Patents	35,000	
Machinery	4,50,000	
Bank Loan		2,00,000
Cash at Bank	485,400	
	20,06,900	20,06,900