

STD: 12

Mark: 50

SUB: ACCOUNTANCY

Time: 1.30 Hrs

PART - I

Note: (i) answer all the questions**10 x 1 = 10**

(ii) Choose the most appropriate answer from the given four alternatives and Write The option Code and the corresponding answer.

1. That part of share capital which can be called up only on the winding up of a company is called:

a) Authorised capital	b) Called up capital
c) Capital reserve	d) Reserve capital
2. After the forfeited shares are reissued, the balance in the forfeited shares account Should be transferred to

a) General reserve account	b) Capital reserve account
c) Securities premium account	d) Surplus account
3. When shares are issued for purchase of assets, the amount should be credited to

a) Vendor's A/c	b) Sundry assets A/c
c) Share capital A/c	d) Bank A/c
4. If a share of 100 on which 80 has been paid up is forfeited. Minimum reissue price is

a) 100 per share	b) 80 per share
c) 50 per share	d) 20 per share
5. Balance sheet provides information about the financial position of a business concern

a) Over a period of time	b) As on a particular date
c) For a period of time	d) For the accounting period
6. The financial statements do not exhibit

a) Non-monetary data	b) Past data
c) Short term data	d) Long term data
7. A limited company's sales has increased from 1,25,000 to 1,50,000. How does this appear in comparative income statement?

a) + 20 %	b) + 120 %
c) - 120 %	d) - 20 %
8. Expenses for a business for the first year were 80,000. In the second year, it was Increased to 88,000. What is the trend percentage in the second year?

a) 10 %	b) 110 %
c) 90 %	d) 11%
9. Right issue of shares is issued to

a) Directors	b) Employees
c) Existing shareholders	d) Shareholder account
10. The term fixed assets includes

a) Stock in trade	b) Furniture
c) Payments in advance	d) none of these

PART – II**Note: Answer any seven questions. Question No: 16 is Compulsory****4 x 2 = 8**

11. Write a short note on securities premium account.
12. Why are the shares forfeited?
13. List the tools of financial statement analysis.
14. When is trend analysis preferred to other tools?
15. Sara Company issues 10,000 equity shares of 10 each payable fully on application. Pass journal entries if the shares are issued at a premium of 2 per share.
16. From the following particulars, prepare comparative income statement of Tharun Co. Ltd.

Particulars	2016-17	2017-18
Revenue from operations	2,00,000	2,50,000
Other income	50,000	40,000
Expenses	1,50,000	1,20,000

PART – III**Note: Answer any seven questions. Question No: 22 is Compulsory****4 x 3 = 12**

17. State the differences between preference shares and equity shares.
18. Write a short note on (a) Authorized capital (b) Reserve capital
19. Explain the procedure for preparing common-size statement
20. Gemini Ltd. forfeited 200 equity shares of 10 each, 7 called up, on which Mahesh had paid Application and allotment money of 5 per share. Of these 150 shares were reissued to Naresh by receiving 6 per share paid up as 7 per share. Pass journal entries for forfeiture and reissue.
21. Keerthiga Company issued shares of 100 each at 10% premium, payable 20 on application, 30 on allotment (including premium), 30 on first call and 30 on second and final call. Journalise the transactions relating to forfeiture of shares for the following situations:
 - (i) Mohan who holds 500 shares failed to pay the second and final call and his shares were forfeited.
 - (ii) Mohan who holds 500 shares failed to pay the allotment money, first call and second and final call money and his shares were forfeited.
 - (iii) Mohan who holds 500 shares failed to pay the allotment money and first call and his shares were forfeited after the first call.
22. From the following particulars, prepare comparative income statement of Mary Co. Ltd.

Particulars	2015-16	2016-17
Revenue from operations	4,00,000	5,00,000
Operating expenses	2,00,000	1,80,000
Income tax (% of the profit before tax)	20	50

Note: Answer ALL questions**4 x 5 = 20**

23. **a)** Bharath Ltd. issued 1,00,000 equity shares of 10 each to the public at par. The details of the amount payable on the shares are as follows:

On application 5 per share

On allotment 3 per share

On first and final call 2 per share

Application money was received for 1,20,000 shares. Excess application money was refunded immediately. Pass journal entries to record the above. **(OR)**

b) What are the Characteristics of a company

24. **a)** Lalitha Ltd. offered 30,000 equity shares of 10 each to the public payable 2 per share on application, 3 on share allotment and the balance when required. Applications for 50,000 shares were received on which the directors allotted as:

Applicants for 10,000 shares - Full

Applicants for 35,000 shares - 20,000 shares (excess money will be utilised for allotment)

Applicants for 5,000 shares - Nil

All the money due was received. Pass journal entries up to the receipt of allotment. **(OR)**

b) Kasthuri Ltd. had allotted 20,000 shares of 10 each at a premium of 2 each to applicants of 30,000 shares on a pro rata basis. The amount payable was 1 on application, 5 on allotment (including premium of 2 each) and 2 on first call and 2 on final call. Subin, a shareholder failed to pay the first call and final call on his 500 shares. All the shares were forfeited and out of them 400 shares were reissued @ 8 per share. Pass necessary journal entries.

25. **a)** Prepare common-size balance sheet of Sharmila Ltd. and Sangeetha Ltd. as on 31st March, 2019.

Particulars	Sharmila Ltd	Sangeetha Ltd
I EQUITY AND LIABILITIES		
Shareholders' funds	5,00,000	11,00,000
Non-current liabilities	4,00,000	7,00,000
Current liabilities	1,00,000	2,00,000
Total	10,00,000	20,00,000
II ASSETS		
Non-current assets	6,50,000	18,00,000
Current assets	3,50,000	2,00,000
Total	10,00,000	20,00,000

b) Briefly explain any five limitations of financial statements.

26. a) Prepare common-size statement of financial position for the following particulars of Rani Ltd.

Particulars	31st March, 2016	31st March, 2017
I EQUITY AND LIABILITIES		
Shareholders' Fund	5,40,000	6,00,000
Non-current liabilities	2,70,000	2,50,000
Current liabilities	90,000	1,50,000
Total	9,00,000	10,00,000
II ASSETS		
Non-current assets	7,20,000	8,00,000
Current assets	1,80,000	2,00,000
Total	9,00,000	10,00,000

- b) From the following particulars, calculate the trend percentages of Anu Ltd.

Particulars	in thousands		
	Year 1	Year 2	Year 3
I EQUITY AND LIABILITIES			
Shareholders' Fund	500	550	600
Non-current liabilities	200	250	240
Current liabilities	100	80	120
Total	800	880	960
II ASSETS			
Non-current assets	600	720	780
Current assets	200	160	180
Total	800	880	960