

CHOITHRAM SCHOOL MANIKBAGH INDORE

CLASS XII Session: 2018-19

SUBJECT-Accountancy
Scheduled Date.24/08/2018

ASSIGNMENT No. 3
Submission Date. 29/08/2018

Q.no	Questions	Mark
1.	What journal entries will be passed for creation and closure of DRR?	1
2.	Give the meaning of Collateral security .	1
3	A & B are the partners. A provides loan of Rs. 50,000 to the firm on 1 st April,2014. A demands for 8% interest on loan but B does not agree up on this as they do not have any written agreement between them. Why B opposes give reason. Also pass related journal entry.	1
Very Short Answer		
4	Pass journal entry for withdrawal of cash from the business as capital and as the profit.	2
5	Differentiate between Profit and loss Account and Profit and loss Appropriation account.(Any Two points)	2
6	Distinguish between 'Fixed Capital Account' and 'Fluctuating Capital Account' on the basis of credit balance.	2
7	Disha Ltd. purchased machinery from Nisha Ltd. and paid to Nisha Ltd. as follows : (i) By issuing 10,000, 9% Debentures of Rs. 10 each at a premium of 10%. (ii) By issuing 200, 8 % debentures of Rs. 100 each at a discount of 10%. (iii) Balance by accepting a bill of exchange of Rs. 50,000 payable after one month. Pass necessary journal entries in the books of Disha Ltd. for the purchase of machinery and making payment to Nisha Ltd.	2
Short Answer		
8	Pass Journal entries in the following cases: 1.Transfer profit of Ra, 1,20,000 from the Profit and loss and account to profit and loss appropriation account . 2. A contributes capital of Rs. 3,00,000 in partnership business and interest on capital is given @ 6% p.a. 3.Interest on drawings charged from A , Rs. 300.S	3
9	Show by means of journal entries how you would record the following issues. i. A Ltd. Issued 20000 12% debentures of Rs 100 each at par and repayable also at par. ii. B Ltd. Issued 30,000 12% debentures of Rs 100 each at a discount of 5% and repayable at par at the end of 5 years. iii. C Ltd. Issued 40,000 12% debentures of Rs 100 each at a premium of 5% and repayable at par.	3
10	On 1 st April 2015 Varun Ltd has entered into an agreement with Cosmos bank to obtain a term loan of Rs 2 Crore for a period of 5 years @ 8% p.a.. The loan is secured by a mortgage of old machinery. The Cosmos Ltd. asked for additional security. For this purpose the borrower issued Rs 20,00,000, 10% Debentures as collateral security. Record the following transactions in the books of the company and show the relevant items in the Balance Sheet.	3
Long answer		
11	a) Maan Ltd. had a balance of Rs 60,00,000 in its Statement of Profit and Loss . Instead of declaring a dividend it decided to redeem its Rs 50,00,000 8% debentures at a premium of 10% out of Profit on 31 st March,2015.The company invested the required amount in fixed deposit in a bank on 30 th April, 2014 earning interest @ 8% p.a. Tax was deducted on interest earned @ 10% p.a. by the bank. Pass necessary journal entries in the Books of the company for the redemption of debentures. . b) Gitika Ltd. issued 50,000 ,10% debentures of Rs. 100 each at par on 1 st June ,2014 ,redeemable after five years at a premium of 10%. It was decided to write off loss on issue of debentures in 5 years equally beginning 31 st March,2015. Pass the journal entries for issue of debentures and written off the loss and prepare loss on issue of debentures account till it is completely written off.	5

12	<p>a) Aditya Ltd. Issued 8,000, 10% debentures of Rs.100 each on 1st April, 2016. The issue was fully subscribed. According to the terms of issue, interest on the debentures is payable half yearly on 30th September and 31st March. Tax is to be deducted @ 10%. Pass necessary journal entries for issue and for debentures interest for the year ending 31st March, 2016 .</p> <p>b) Rachit Ltd. Issued 1,000, 10% debentures of Rs.100 each on 1st April, 2014 at a discount of 10% redeemable at a premium of 10% after 4 years. Give journal entries for the year ended 31st March, 2016 assuming that the interest was payable half yearly on 30th September and 31st March. Tax is to be deducted @ 10%.</p>	5

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