

+2 ACCOUNTANCY II MIDTERM –NOV 25**Choose The Best Answer** 10 X 1 = 10

1. (D) Reserve capital
2. (D) Called up amount
3. (A) Securities premium account
4. (C) iii ii iv i
5. (D) ₹ 2 per share
6. (B) As on a particular date
7. (A) Non-monetary data
8. (B) Working capital
9. (B) 110%
10. (a) Ability to meet short term obligations

Answer any 5 questions 4X2=8

11. Calls in Arrear: When a shareholder fails to pay the amount due on allotment or on calls, the amount remaining unpaid is known as calls in arrears. In other words, the amount called up but not paid is calls in arrears.

12. Working Capital: The 'Fund' refers to working capital. Excess of current assets over current liabilities is called working capital. Working capital = Current Assets – Current Liabilities;

13. Accounting Ratios: When ratios are calculated on the basis of accounting information, these are called 'accounting ratios'.

14. Common-size balance sheet of Maria Ltd as on 31st March, 2018

Particulars	Absolute	Percentage
I EQUITY AND LIABILITIES		
Shareholders' funds	400000	50
Non-current liabilities	320000	40
Current liabilities	80000	10
Total	800000	100
II ASSETS		
Non-current assets	600000	75
Current assets	200000	25
Total	800000	100

15. Journal Entry

Particulars	Debit	credit
Equity share capital A/c	5000	
To Equity share final call A/c		1000
To Forfeited shares A/c		4000

16. Abdul Company Ltd Journal Entry

Particulars	Debit	Credit
Bank A/C Dr	500000	
Equity share Application A/C		500000
Equity share Application A/C	500000	
Equity share Capital A/C		500000

Answer any 4 questions: 4X3=12**17. Ratha Ltd Common size statement**

Particulars	Amount	Percentage
Revenue of Income	450000	100
Add: Other Income	67500	15
Total Income	382500	115
Less: Expenses	135000	30
Profit Before Tax	247500	85

18. Keerthiga Company Ltd Journal Entry

Particulars	Debit	Credit
Equity share Capital A/C Dr	500	
Equity share Second and Final call		150
To Forfeited share A/C		350
Equity share Capital A/C	500	
Securities Premium	50	
To Share Allotment		150
To Share First call		150
To Share Second and Final Call		150
To Share Forfeited		100

19. Trend analysis for Palai Ltd

Particulars	in lakhs			Trend percent		
	Yr 1	Yr 2	Yr 3	Yr 1	Yr 2	Yr 3
I EQUITY AND LIABILITIES						
Shareholders' fund	250	275	300	100	110	120
Non-current liability	100	125	100	100	125	100
Current liabilities	50	40	80	100	80	160
Total	400	440	480	100	110	120
Assets						
Non-current asset	300	360	390	100	120	130
Current assets	100	80	90	100	80	90
Total	400	440	480	100	110	120

20. Quick Ratio = Quick Assets / Current Liabilities
Quick Assets = Total Current Asset – Inventories – Prepaid Expenses

$$= 450000 - (70000 + 20000) = 90000$$

$$= 360000 / 240000 = 1.5 : 1$$

21. Limitations of financial statements:

Lack of qualitative information, Record of historical data, Ignore price level changes

22. Basis	Preference Shares	Equity Shares
Meaning ;	Preference shares are ones that carry preferential rights in terms of dividend payment and repayment of capital.	Equity shares are ordinary shares of a company that represent ownership of the company.
Rate of Dividends	Dividends at a fixed rate	Dividend rate is not fixed.
Voting Rights	Do not have the voting rights.	Enjoy the right to voting right
Convertibility	Can be converted into equity shares.	Cannot be converted into preference shares.
Redemption	Preference shares can be redeemed	Equity stocks cannot be redeemed

Answer all the questions: 3X5=15

23. A) Progress Ltd Journal Entry

Particulars	Debit	Credit
Bank A/C Dr	100000	
To Equity share Application A/C		100000
Equity share Application A/C Dr	100000	
To Equity share Capital A/C		100000
Equity share Allotment A/C Dr	200000	
To Equity share Capital A/C		200000
Bank A/C Dr	200000	
To Equity share Allotment A/C		200000
Equity share First Call A/C Dr	100000	
To Equity share Capital A/C		100000
Bank A/C Dr	100000	
To Equity share First Call A/C		100000
Equity share Final Call A/C	100000	
To Equity share Capital A/C		100000
Bank A/C Dr	100000	
To Equity share Final Call A/C		100000

23.B) Maruthu Ltd Journal Entry

விவரம்	பற்று	வரவு
Equity share capital A/c Dr	1500	
To Equity share final call A/c		600
To Forfeited shares A/c		900
Bank A/C Dr	900	
Forfeited shares A/c Dr	100	
To Equity share capital A/c		1000
	500	
		500

24.A) Comparative income statement of Abdul Co Ltd

Particulars	2015-16	2026-17	2017-18	Per + -
Revenue from operation	300000	360000	+60000	+20
Add: Other income	100000	60000	-40000	-40
Total revenue	400000	420000	+20000	+5
Less: Expenses	200000	180000	-20000	-10
Profit before tax	200000	240000	+40000	+20
Less: Tax (30%)	60000	72000	+12000	+20
Profit after tax;	140000	168000	+28000	+20

24.B) Paradise Ltd Journal entries

Particulars	Debit	Credit
Furniture A/C Dr	440000	
To Suguna Ltd A/C		440000
Suguna Ltd A/C Dr	440000	
To Equity share Capital A/C		440000
Furniture A/C Dr	440000	
To Suguna Ltd A/C		440000
Suguna Ltd A/C Dr	440000	
To Equity share Capital A/C		400000
To Securities Premium A/C		40000

25.A) Kala Ltd Comparative statement

Particulars	17-18	18-19	சூ(+)/சூ(-)	சூ(+)-
1. EQUITY AND LIABILITY				
1. Shareholders' Fund				
a) Share capital	300000	360000	+60000	+20
b) Reserves and surplus	50000	50000	0	0
Long-term borrowings	50000	40000	-10000	-20
Trade payables	20000	12000	-8000	-40
Total	420000	462000	+42000	+10
ASSETS				
Fixed assets	250000	290000	+40000	+16
Non-current invest	50000	40000	-10000	-20
Inventories	80000	100000	+20000	+25
Cash and cash equivalents	40000	32000	-8000	-20
Total	420000	462000	+42000	+10

25.B). Trend analysis for Mullai Ltd

Particulars	in lakhs			Trend percentages		
	15-16	16-17	17-18	15-16	16-17	17-18
Revenue from operations	100	120	160	100	120	160
Add: Other income	20	24	20	100	120	100
Total revenue;	120	144	180	100	120	150
Less: Expenses	20	14	40	100	70	200
Profit before tax	100	130	140	100	130	140
Less: Income tax (30%)	30	39	42	100	130	140
Profit after tax	70	91	98	100	130	140