+2ACC Quarterly–SEPT 2026 Madurai (Dt)

Answer all questions 20 x 1= 20

1. (C) Capital
2. (A) Total debtors account
3. (A) ₹ 9,000
4. (A) Nominal A/c
5. (D) Capital receipt
6. (A) ₹ 50,000
7. (D) 6% per annum
8. (B) 6 months
9. (C) Interest on loan – Debited to capital account
10. (D) ₹ 500
11. (A) Goodwill is an intangible asset
12. (C) Annuity method - Average profit × Present value annuity factor
13. (D) ₹ 30,000
14. (B) 3 2 4 1
15. (D) 1:2
16. (C) Sacrificing ratio
17. (B) Old profit sharing ratio
18. (D) A's Executor loan account
19. (B) 8,000 and 4,000
20. (B) ₹ 3000

Answer any seven questions 7X2=14

21. Incomplete records: When accounting records are not strictly maintained according to double entry system, these records are called incomplete accounting records.

22.Not–for–profit organisation: 1. Subscription 2. Interest on investment 3. Interest on fixed deposit.4. Sale of (old) sports materials 5. Sale of (old) newspapers

23.Partnership deed: Partnership deed is a document in writing that contains the terms of the agreement among the partners.

24. Super profit: Super profit is the excess of average profit over the normal profit of a business. Super profit = Average profit – Normal profit

25. Bills receivable account

Particulars		Particulars	
Balance b/d	20000	Cash a/c	60000
Debtors A/c	**75000**	Debtors A/c	5000
		Balance C/d	30000
	95000		**95000**

26. Income and Expenditure Account

Expenditure	₹	₹	Inc	₹	₹
Opening stock	300				
Add: Purchases	1500				
	1800				
Less: Closing stock	200				
		1600			

Balance sheet

Liabilities	₹	Assets	₹
		Stock of stationery	**200**

27. Calculation of interest on capital

Arivazhagan:

On opening capital for 1 year

= 15,000 X 6 / 100 = ₹900.

On additional capital for 6 months

= 5,000 X 6 / 100 X 6 / 12 = ₹150

Interest on capital ₹ 1050

Srinivasan:

On opening capital for 1 year

= 10,000 X 6 / 100 = ₹600.

On additional capital for 6 months

= 10,000 X 6 / 100 X 4 / 12 = ₹200

Interest on capital ₹ 800

28.Average profit= Total Profit / Number of years=$\frac{4000 +3000 +5000 +4500 +3500}{5}$

= $\frac{20000}{5}$ **= 4000**

Goodwill =Average profit ×Number of years of purchase

= 4000 X 3 **= 12000**

29. Calculate the sacrificing ratio

	Praveena	Dhanya	Malini	Ratio
Old Share	7/10	3/10	-	7:3
Sacrificing	**7/10-5/10**	**3/10– 2/10**	**-**	**2:1**
New Share	5/10	2/10	3/10	5:2:3

30. JOURNAL ENTRY

Dt	Particulars	Debit	Credit
	Naresh's capitalA/c Dr	16000	
	Mani's Capital A/c Dr	16000	
	Muthu's Capital A/c Dr	8000	
	GoodWill A/c		40000

Answer any seven questions 7x3=21

31.Basis	Statement of affairs	Balance sheet
1. Objective	Generally prepared to find out the capital of the business.	Prepared to ascertain the financial position of the business.
2. Accounting system	Statement of affairs is prepared when double entry system is not strictly followed.	Balance sheet is prepared when accounts are maintained under double entry system.
3. Basis of preparation	It is not fully based on ledger balances.	It is prepared exclusively on the basis of ledger alances.
4. Reliability	It is not reliable as it is based on incomplete records.	It is reliable as it is prepared under double entry system.
5. Missing items	It is difficult to trace the items omitted	Omitted can be traced easily

32. Six factors determining goodwill:

Profitability of the firm: The profit earning capacity of the firm determines the value of its goodwill.

Favourable location of the business enterprise: If the firm is located in a prominent place which is easily accessible to the customers, it Can attract more customers.

Good quality of goods or services offered: If a firm enjoys good reputation among the customers and general public for the good quality of its products or services, the value of goodwill for the firm will be high.

33.Basis	Sacrificing ratio	Gaining ratio
1. Meaning	It is the proportion of the profit which is sacrificed by the old partners in favour of a new partner.	It is the proportion of the profit which is gained by the continuing partners from the retiring partner.
2. Purpose	It is calculated to determine the amount to be adjusted towards goodwill for the sacrificing partners.	It is calculated to determine the amount to be adjusted towards goodwill for the gaining partners.
3. Time of calculation	It is calculated at the time of admission of a new partner.	It is calculated at the time of retirement of a partner.
4. Method of calculation	It is the difference between the old ratio and the new ratio Sacrificing ratio = Old profit sharing ratio – New profit sharing ratio	It is the difference between the new ratio and the old ratio. Gaining ratio = New profit sharing ratio - Old profit sharing ratio

34. Statement of profit or loss

Closing capital (31.03.2018) Add:Drawing	2,75,000 **20000**
Less: Additional Capital;	2,95,000 30,000
Adjusted Closing capital Lesss: Opening Capital	**2,65,000** 2,50,000
Profit	15,000

35. 2017 March Income and Expenditure A/C

Exp	₹	₹	Income	₹	₹
			Subscription	25000	
			(-)Subscription 15-16	2000	
				23000	
			(-)17-18 Subscription	1500	
				21500	
			+Outstanding 16-17;	**500**	**22000**

Balance sheet as on 31st March, 2017

Liabilities		₹	Assets		₹
Advance Sub. 17-18		1500	Outstanding sub. 16-17		500

36. Total amount withdrawn = 2,500 × 12 = ` 30,000

(i) If drawings are made at the beginning of every month:Average period = 6.5

Interest on drawings = Total amount of drawings × Rate of interest × 12Average period

= 30000X 4/100X6.5/12 =₹650

(ii) If drawings are made in the middle of every month:Average period = 6

Interest on drawings = Total amount of drawings× Rate of interest ×Average period/ 12

= 30000X 4/100 X 6/12 = ₹600

(iii) If drawings are made at the end of every month:Average period = 5.5

Interest on drawings = Total amount of drawings ×Rate of interest × Average period/12

30000X4/100X5.5/12 =₹ 550

37. Year	Profit `	Weight	**Weighted profits (a × b)**
2015	10000	1	**10000**
2016	12000	2	**24000**
2017	16000	3	**48000**
2018	18000	4	**72000**
		10	**154000**

Weighted Average Profit = Total weighted Profits / Total of Weights

= 154000 / 10 = ₹ 15400

Good will= Weighted Average Profit x No of years **= 15400 X 3 = ₹ 46,200**

38. JOURNAL ENTRY

Dt	Particulars	Debit	Credit
	Profit and loss A/C dr General reserve A/c dr Workmen fund A/c dr	40000 8000 12000	
	Oviya Capital A/c		37500
	Kaviya Capital A/c		22500

39. JOURNAL ENTRY

Dt	Particulars	Debit	Credit
	Rathna's Executor dr	100000	
	Bank A/c		100000
	Rathna's Executor dr	100000	
	Rathna's Executor loan		100000
	Rathna's Executor dr	100000	
	Bank A/c		60000
	Rathna's Executor loan		40000

40. Total creditors account

Particulars	₹	**Particulars**	₹
Cash A/c Returnsoutward Balance c/d	160000 6000 70000	Balanceb/d Purchases	50000 186000
	2,36,000		**2,36,000**

Answer All Questions **7X5=35**

41.A. Statement of Affairs 1 Jan 2018

Liabilities;	₹	Assets	₹
creditors	1,30,000	Cash	80,000
Loan	60,000	Stock	1,80,000
Bill pay	80000	;debtor	90,000
Capital	**250000**	Plant and mac	1,70,000
	5,20,000		**5,20,000**

Statement of Affairs 31 Dec 2018

Liabilities;	₹	Assets	₹
creditors	1,95,000	Cash	90,000
Loan	60,000	Stock	1,40,000
Bill pay	45000	;debtor	2,00,000
Capital	**3,00000**	Plant and mac	1,70,000
	600000		**600000**

Statement of profit or loss

Closing capital (31.03.2017) Add:Drawing	3,00,000 30,000
Less: Additional Capital;	3,30,000 50,000
Adjusted Closing capital Lesss: Opening Capital	2,80,000 2,50,000
Profit	**30,000**

41.B. Revaluation Account

Particulars	₹	Particulars	₹
Stock	5000	**Revalution**	**15000**
Furniture	2000		
Building	8000		
	15000		**15000**

Capital Account

Parti	**Sun**	**Sur**	**sug**	**parti**	**Sun**	**Sur**	**Sug**
Rev	9000	6000	---	Bal b/d	30000	20000	
Sun			3000	General	6000	4000	
Sur			**2000**	Work	9000	6000	
				Sug	3000	2000	
				Bank			30000
c/d	**39000**	**26000**	**25000**				
	48000	**32000**	**30000**		**48000**	**32000**	**30000**
				Bal b/d	**39000**	**26000**	**25000**

Balance sheet

Liabilities	₹	₹	Assets	₹	₹
Capital			Buildin	40000	
Sundar	39000		-Depre	8000	32000
suresh	26000		Furnit	13000	
sugumar	25000	90000	-Depre	2000	11000
creditor		50000	Stock	25000	
			-Depre	5000	20000
			Debtor		15000
			Bills R		14000
			Bank	18000	
			+Sugum	30000	48000
		140000			**140000**

42.A.Trichy Edu.Society Receipts & Payments

Receipts	₹	**Payments**	₹
Bal b/d		Intere made	80000
Cash	20000	Honorarium	3000
Donation	80000	Audit fee	2000
Locker rent	12000	General Exp	7000
Sale Furnitu	5000	Postage	1000
Subscription	10000	**Bal c/d**	
		cash	**34000**
	127000		**127000**

42.B. Bills Receivable Account

Particulars	**₹**	**Particulars**	**₹**
Balance b/d	5,000	Cash A/c	14,000
Debtors A/c	**11,200**	Debtors	**1200**
		Balance c/d	1000
	16,200		**16200**

Total Debtors Account

Particulars	**₹**	**Particulars**	**₹**
Balance b/d	60,000	By Cash	7,25,000
Bills recv	1,200	Returns inw	50,000
Credit sales	**1,44,000**	Bills recv.	2,05,000
		Bad debts	30,000
		Balance c/d	2,40,000
	2,05,200		**2,05,200**

Bills payable account

Particulars	₹	Particulars	₹
To Cash A/c	7000	To Balance b/d	2000
To Balance c/d	3000	**To creditors A/c**	**8000**
	10000		10000

Total creditors account

Particulars	₹	Particulars	₹
Cash A/c	70000	To Balance b/d	25000
Discount	3500	**By Purchases A/c**	**84500**
Allow	8000	By Purchases A/c =	
Bills payable	28000		
	109500		185000

43.A. Trichy Recreation Income And Expenditure A/C

Expenditure	**Rs**	**Income**	**Rs**
Rent	2800	Dividend recei	27600
Secretary honor	15000	Sale of old news	3000
Postage	1700	Member subscri	31000
General Exp	4350	Locker rent	8000
Printing and stat	45000	Interest on inves	1250
Audit fees	5000	sale of furniture	600
		Deficit	2400
	73850		**73850**

43.B. Revalution Account

Particulars	₹	Particulars	₹
Stock	2000	**Land**	**11000**
Doubt Dr	3000		
Profit Rev	**6000**		
	11000		**11000**

Capital Account

Parti	Sundar	Vivek	pandi	Parti	Sundar	Vivek	pandi
Profit	3000	2000	1000	Bal b/d	50000	40000	10000
Pandi			16000	Reval	3000	2000	1000
Bal c/d	**68000**	**52000**	--	Gentr reserve	18000	12000	6000
	71000	**54000**	**17000**		**71000**	**54000**	**17000**
				b/d	**68000**	**52000**	**-**

Balance sheet

Liabilities;	₹	Assets		₹
Capi		Land	80000	
Sund 68000		+Apprec	11000	91000
Vive 52000	120000	Stock	20000	
Pandian	16000	-Decre	2000	18000
Creditors	14000	Debt	30000	
		-Bad Deb	3000	27000
		Bank Cash		14000
	150000			**150000**

44.A. Partner's Capital A/C

Particular	**Mannan**	**Sevagan**	**Particular**	**Mannan**	**Sevagan**
Drawing	40000	35000	Bal b/d	200000	175000
Intrest drawing	1000	5000	profit	21000	16500
Bal c/d	**210000**	**169000**	Intrest Capital	12000	10500
			salary	18000	
			Commis		2500
	251000	**204500**		**251000**	**204500**
			Bal b/d	**210000**	**169000**

44.B. Madurai City Club Balance sheet

Liabilities	₹	Assets	₹
Capital fund	21500	Inverstment	40000
Match fund	30000	Sub.outstand	4000
		Cash at Bank	7000
		Cash in hand	500
	51500		**51500**

Madurai City Club Income&Expenditure

Expenditure	₹	**Income**	₹	
Upkeep Ground	16000	Subscript	30000	
Expenses	11000	-Sub16-17	4000	
			26000	
		+outstadnd	4500	30500
surplus	**13000**	Hall rent		10000
	40500			**40500**

Balance sheet

Liabilities	₹	₹	Assets	₹
Capital	21500		Furniture	20000
+surplus	13000	34500	Inverstment	40000
Legacise		9000	Sub.outstad	4500
Matchfund	30000		Cash bank	11000
+ receipts	22500		Cash hand	1500
	52500			
-Match exp	19000	33500		
		77000		**77000**

45 A. Calculation of adjusted profit

Particulars	**2016**	**2017**	**2018**
Profit	175000	150000	200000
Less: Non- recurring income;	45000	---	---
	130000	150000	200000
Less: closing Stock	---	30000	----
	130000	120000	20000
Add over value			30000
Profit after adjustments	**130000**	**120000**	**23000**

Average profit = Total profit;
Number of years

= 130000+12000+23000=48000 =**160000**
3 3

Goodwill =Average profit × Number of years of purchase

= 16000 / 4= **640000**

45.B. Profit and loss appropriation account

Particulars	₹	₹	Particulars	₹
Interest capital			Profit and loss	220000
Dinesh		6000	Interest draw	
Sugumar		4800	Dinesh	3600
Dinesh Salary		60000	Sugumar	2200
Sugumar Com		80000		
Partners' capit				
Dinesh	**50000**			
Sugumar	**25000**	**75000**		
		225800		**225800**

46.A.Basis	**Receipts and Payments Account**	**Income and Expenditure Account**
Purpose	It is prepared to know the cash receipts and cash payments.	It is prepared to know whether surplus or deficit.
Nature of account	It is a real account.	It is a nominal account.
Basis of accounting	It is based on cash system of accounting.	It is based on accrual system of accounting.
Opening and closing balance	It commences with an opening balance and ends with closing balance of cash and bank.	There is no opening balance. It ends with surplus or deficit.
Nature of items	It contains actual receipts and payments irrespective of revenue or capital items in nature.	It contains only revenue items, that is, only revenue expenses and revenue incomes.
Period	All cash receipts and payments made during the year pertaining to the past period, current period and subsequent period are recorded.	It contains only the items relating to the current period.

46.B.Basis	**Fixed capital method**	**Fluctuating capital method**
1. Number of accounts	Two accounts are maintained for each partner, that is, capital account and current account.	Only one account, that is, capital account is maintained for each partner.
2. Change in capital	The amount of capital normally remains unchanged	The amount of capital changes from

	except when additional capital is introduced or capital is withdrawn permanently.	period to period.
3. Closing balance	Capital account always shows a credit balance. But, current account may show either debit or credit balance.	Capital account generally shows credit balance. It may also show a debit balance.
4.Adjustments	All adjustments relating to interest on capital, interest on drawings, salary or commission, share of profit or loss are done in current account.	All adjustments relating to interest on capital, interest on drawings, salary or commission, share of profit or loss are done in the capital account.

47 A.

Total creditors account

Particulars	₹	Particulars	₹
Cash A/c	64000	Balance b/d	5000
Purchasereturn	2000	**Purchases**	**65000**
Balance c/d	4000		
	70000		**70000**

Trading &Profit and Loss A/C

Particulars	₹	**Particulars**	₹
OpeningStock	9,000		
Purch 65000		Sales 85000	
PReturn2000	63,000	Ret 1000	84000
Carriage Inwa		ClosingStock	
Gross Profit	8,000		16000
	20,000		

Total	**1,00,000**	**Total**	**1,00,000**
Advertising	4,700	Gross Profit	20,000
Depreciation	1,000		
Doubt Debts	300		
Net Profit	**14,000**		
Total	**20,000**	**Total**	**20,000**

Balance sheet

Liabilities	₹	₹	Assets	₹	₹
Creditor		4000	Bank Cash		6000
Capital	30000				
+Net Profi	14000		Stock		16000
	44000		Debtors	5000	
Drawing	2000	42000	-Provide	300	5000
			Machinery	20000	
			-Depreci	1000	19000
		46000			**46000**

47.B. Revalution Account

Particulars	**₹**	**Particulars**	**₹**
Stock	3000	Land	10000
Bad Debtor	2000		
Revalution Profit	**5000**		
	10000		**10000**

Capital Account

Par	**Ana**	**Balu**	**Chan**	**Par**	**Ana**	**Balu**	**Chan**
				b/d	50000	30000	
c/d	74500	40500	20000	Reval	3500	1500	
				Profit	21000	9000	
				Bank	---	---	20000
	74500	**40500**	**20000**		**74500**	**40500**	**20000**
				b/d	**74500**	**40500**	**20000**