

## Holiday Homework

CLASS = XII C

Subject = Accountancy.

- Q.1 Make a comprehensive project of accountancy which involve initial stage of accounting preparation and analysis of financial statements. The Project statement will be as close to real life situations as possible. The project should cover all important aspects like investments, financing, operating, adjustments to final accounts etc in a condensed form.
- Q.2 Why is rent paid to partner debited to Profit and Loss Account and not to Profit and Loss appropriation Account?
- Q.3 Name one account of partnership firm, which always shows a credit balance?
- Q.4 Calculate manager's commission if Profit is ₹ 66,000 and commission is allowed at 10% after charging such commission.
- Q.5 Calculate interest on drawings if X withdraws ₹ 8000 in the beginning of every month for 9 months.
- Q.6 Give two circumstances when the fixed capitals of partners may change.

Q.7. On 1st April, 2013 Briy and Nandan entered into partnership to construct toilets in government girls school in remote areas of Uttarakhand. They contributed capitals of ₹ 10,00,000 and ₹ 15,00,000 respectively. Their profit sharing ratio was 2:3 and interest allowed on capital as provided in the partnership deed was 12% per annum. During the year ended 31st March, 2014 the firm earned a profit of ₹ 2,00,000.

Prepare Profit and Loss Appropriation Account for the year ended 31st March, 2014.

Q.8 Anju, Manju and Mamta are partners whose fixed capitals were ₹ 10,000, ₹ 8,000 and ₹ 6,000 respectively. As per the partnership agreement, there is a provision for allowing interest on capitals @ 5% p.a. but entries for the same have not been made for last three years. The profit sharing ratio during these years remained as follows

Year	Anju	Manju	Mamta
2013-14	4	3	5
2014-15	3	2	1
2015-16	1	1	1

Make necessary adjustment entry in the beginning for the fourth year, i.e. 1st April 2016.



Q.9 Verma and Kaul are partners in a firm. The partnership agreement provides that interest on drawings should be charged @ 6% p.a. Verma withdraws ₹ 2,000 per month starting from 1st April to 31st March. Kaul withdraws ₹ 3,000 per quarter. Calculate interest on drawings.

Chapter-2

Q.10 What is meant by reconstitution of partnership firm?

Q.11 What is sacrificing ratio?

Q.12 Define goodwill

Q.13 In what ways does the gaining partner pay compensation to sacrificing partner in case of change in profit sharing ratio.

Q.14 The average profit earned by firm is ₹ 80,000 which includes undervaluation of stock of ₹ 8,000 on average basis. The capital invested in the business is ₹ 8,00,000 and the normal rate of return is 8%. Calculate goodwill of the firm on the basis of 7 times the super profit.

Q.15. Raj, Shammi and Shashi are partners sharing profits and losses in the ratio of 5:3:2. They decided to share future profits and losses in the ratio of 2:3:5 with effect from 1st April, 2016. Following items appear in Balance-sheet as on 31st March, 2016:

General Reserve ₹ 1,50,000 Contingencies Reserve ₹ 50,000

Advertisement Suspense A/c (Dr.) ₹ 1,00,000  
 Profit and Loss Account (Dr.) ₹ 75,000  
 Pass necessary journal entries.

Q. 16. Sahil, Babita and Vishal are partners in a firm sharing profits and losses in the ratio of 5:4:2. On 1st April, 2016, they decided to share profits in future in the ratio of 4:3:2. On this date, General Reserve was ₹ 34,900 and loss on revaluation of assets and liabilities was ₹ 5,200. It was decided that adjustment should be made without altering figures of assets and liabilities in Balance Sheet. Make adjustment by passing a single journal entry.

Q. 17. There is a profit of ₹ 25,000 on revaluation of assets and liabilities of partnership firm of Mohit, Kanti and John. As a result of change in profit-sharing ratio, Mohit sacrifices his  $\frac{3}{10}$ th share in favour of John. The partners decided to record the effect of revaluation without effecting the books values of assets and liabilities by passing single entry.

Q. 18. On 1st April, 2016 an existing firm has assets of ₹ 75,000 including cash ₹ 5,000. The partners capital accounts showed a balance of ₹ 60,000 and reserve constituted the rest. If normal rate of return is 20% and the goodwill is valued at ₹ 24,000 at 4 years purchase of super profit. Find average profit.

Note: \* Last date of submission of holiday homework is 4.7.17.  
 \* Revise all the syllabus done in class.