

PUNJAB-BOARD-CLASS-12-ACCOUNTANCY-2-142-A-2025

Question

Time Allowed :3 Hours	Maximum Marks :80	Total Questions :
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General Instructions

Read the following instructions very carefully and strictly follow them:

1. This question paper is for **Class XII** examination conducted by the **Punjab School Education Board (PSEB)**.
2. The duration of the examination is **3 hours**.
3. The question paper is divided into different sections according to the prescribed syllabus.
4. All questions are compulsory unless stated otherwise.
5. Use of calculators, mobile phones, smart watches, or any other electronic gadgets is **strictly prohibited** inside the examination hall.
6. Figures to the right of the questions indicate full marks.
7. Attempt the questions in the same sequence as given in the question paper.
8. Internal choices, wherever provided, should be attempted carefully.
9. Write your answers neatly and legibly in the answer sheet provided.
10. Draw neat and properly labelled diagrams wherever required.

i. Under which method of valuation of Goodwill, normal rate of return is not required?

- (A) Capitalization Method
- (B) Super Profit Method
- (C) Average Profit Method
- (D) None of these

ii. An increase in the value of assets is recorded on which side of the Revaluation Account?

- (A) Credit side
- (B) Debit side

- (C) Not Recorded
(D) None of these
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iii. J, K, L, M are in partnership sharing profits and losses in ratio of 9 : 6 : 5 : 5. 'N' joins the partnership for 20% share. J, K, L and M would in future share profits among themselves as 3 : 4 : 2 : 1. The new profit sharing ratio will be:

- (A) 3 : 4 : 2 : 1 : 5
(B) 9 : 6 : 5 : 5 : 5
(C) 8 : 6 : 4 : 2 : 5
(D) 6 : 8 : 4 : 2 : 5
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iv. X, Y and Z are three partners sharing profits in the ratio 10 : 7 : 7. Z retired. X and Y decided to share profits in equal ratio. Gaining ratio will be:

- (A) 1 : 4
(B) 10 : 7
(C) 7 : 10
(D) 4 : 1
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v. Rent paid to a partner is _____ against profit. (charge/appropriation)

vi. Revaluation Account is _____ account. (real/nominal)

vii. The ratio in which the remaining partners acquire the retiring partner's share is called _____. (Gaining Ratio/Sacrifice Ratio)

viii. On dissolution of firm all assets and liabilities are transferred to the realization account at their _____ values. (book/market)

ix. Mohan withdrew 4,000 at the beginning of each quarter. Calculate interest on drawing at the rate of 6% p.a.

x. Define Goodwill.

xi. What is the formula for calculating Sacrifice Ratio?

xii. What is Realisation Account?

1. How a partner can retire from the firm?

2. P and Q are partners in a firm. P is entitled to a salary of 7,500 p.m. and a commission of 10% of net profit before charging any commission. Q is entitled to a commission of 10% of net profit after charging his commission. Net profit for the year ended 31st March 2024 was 2,20,000. Show the distribution of profit.

3. Sita, Gita and Rita are partners sharing profits in the ratio of 4 : 3 : 2. From April 1, 2024, they decided to share the profit equally. On that date their books showed the following items:

Items:

General Reserves: 1,80,000

Workmen Compensation Reserve: 2,25,000

Profit Loss Account (Dr.): 4,50,000

Record the necessary Journal Entries.

4. X and Y were partners in a firm. They admitted Z as a new partner for 20% share in the profits. After all adjustments regarding general reserve, Goodwill, gain or loss on revaluation, the balances in capital accounts of X and Y were 2,50,000 and 3,50,000 respectively. Z brought proportionate capital so as to give him 20% share in the profits. Calculate the amount of capital to be brought by Z.

5. L, M, and N were partners in a firm sharing profits in 3:2:1 ratio. The firm closes its books on 31st March every year. M died on 12.06.2024. On M's death the Goodwill of the firm was valued at 1,80,000. On M's death his share in the profits till the time of his death was to be calculated on the basis of previous year's profit which was 3,00,000. Calculate M's share in the profit of the firm. Pass necessary journal entries for the treatment of Goodwill and M's share of profit at the time of his death.

6. Debtors appearing in the Balance Sheet of a firm were as follows:

Liabilities

Sundry Debtors 4,00,000

Less: Provision 15,000

Assets

Sundry Debtors 3,85,000

On Dissolution of firm, bad debts were 40,000 and the remaining debtors were realised at 5% discount. How much amount was realised from Debtors?

7. Write any two differences between fixed capital accounts and fluctuating capital accounts.

8. Write any two factors affecting Goodwill.

9. Why are 'Reserves and Surplus' distributed at the time of reconstitution of the firm?

10. (i) A partnership firm earned net profits during the last three years as follows:

Years	Net Profit (₹)
2021 – 22	3,80,000
2022 – 23	4,40,000
2023 – 24	5,00,000

The capital employed in the firm throughout the above mentioned period has been 8,00,000. Having regard to the risk involved, 15% is considered to be a fair return on the capital. The remuneration of all the partners during this period is estimated to be 2,00,000 per annum.

Calculate the value of Goodwill on the basis of the following:

(a) Two years' purchase of super profits earned on average basis during the above mentioned 3 years.

(b) Capitalisation of Average Profit method.

ii. Star and Moon were partners in a firm sharing profits in the ratio of 3 : 2. On 31st March, 2024, the Balance Sheet of the firm was as follows:

Liabilities	Assets
Capital	Cash at Bank 5,00,000
Star	8,00,000
Sundry Debtors 3,00,000	
Moon	6,00,000
Less: Provision (20,000)	
General Reserve	1,00,000
Net Debtors 2,80,000	
Investment Fluctuation Reserve	50,000
Investment 3,20,000	
Workmen Compensation Reserve	25,000
(Market Value 2,90,000)	
Sundry Creditors	3,75,000
Land and Building 15,00,000	
Bank Loan	8,00,000
Goodwill 1,50,000	
Total	27,50,000
Total 27,50,000	

They admitted 'Sun' into partnership on 1st April, 2024 for 1/10 share. It was agreed as follows:

- (a) 'Sun' brings 6,00,000 for his share of capital but could not bring goodwill in cash.
- (b) Goodwill is valued at 4,00,000.
- (c) Provision on debtors is needed 10%.
- (d) Interest on Bank Loan for 6 months is due @ 12% p.a.
- (e) Liability to workers is 15,000 against Workmen Compensation Reserve.
- (f) Unrecorded stock 40,000 is taken by Star at 38,000.

Prepare Revaluation Account and Partners' Capital Account.

(iii) Ekam and Akash were partners in a firm sharing profits in the ratio of 3 : 2. On 31st March, 2024 the Balance Sheet of the firm was as follows:

Liabilities	Assets
Capital:	Land and Building 4,80,000
Ekam	6,00,000
Furniture 3,50,000	
Akash	4,00,000
Debtors 1,50,000	
Sundry Creditors	1,94,000
Bills Receivable 94,000	
Ekam's Loan	40,000
Cash at Bank 12,34,000	
Total	12,34,000
Total 12,34,000	

The firm was dissolved on above date and the assets and liabilities were settled as follows:

- (a) Land and Building was taken over by the creditors as their full and final payment.
- (b) Ekam accepted an unrecorded asset of 50,000 in full settlement of his loan.
- (c) Furniture was taken over by Akash for cash payment at 5% less than the book value.
- (d) Debtors were collected by a debt collection agency at a cost of 10,000.
- (e) Bills Receivable realised 1,41,000.
- (f) Akash agreed to bear all realization expenses. For this service Akash is to be allowed 1,000. Actual expenses on realization 2,000 was paid by Akash.

Prepare Realisation Account.

iv. What are rules applicable in absence of partnership deed?

v. What adjustments are required to be made at the time of retirement of a partner?

Part B

(i) A company purchased machinery for 18,00,000 and in consideration issued shares at 20% premium. What will be the face value of shares issued?

- (A) 21,60,000
 - (B) 18,00,000
 - (C) 14,40,000
 - (D) 15,00,000
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(ii) For whom, analysis of financial statements is not significant?

- (A) Investors
 - (B) Government
 - (C) Ambassador of India
 - (D) Company's Employees
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(iii) Debenture holders are entitled to get _____. (dividend/interest)

(iv) Horizontal analysis is also known as _____ analysis. (static/dynamic)

(v) Cash flow statement is prepared on the basis of _____ issued by Institute of Chartered Accountants of India. (AS-3/AS-3 Revised)

(vi) What is Capital Reserve?

(vii) Explain redemption of debentures by draw of lots.

(viii) Harsh Ltd., a financing company obtained loans and advances of 10,00,000 for the year @ 12% per annum. In which activity will it be included while preparing

the cash flow statement?

11. Write any two limitations of financial statements.

12. Ritu Ltd. forfeited 2,000 shares of 20 each issued at 10% premium to Neeru (18 called up) on which he did not pay 6 of allotment (including premium) and first call of 4. Out of these, 1200 shares were re-issued to Goldy as fully paid up for 16 per share. Give journal entries for forfeiture and re-issue of shares.

13. ABC Ltd. invited applications for issuing 30,000, 10% debentures of 100 each at a premium of 50 per debenture. Applications were received for 50,000 debentures. The full amount was payable on application. Applications for 10,000 debentures were rejected and the application money was refunded. Debentures were allotted to the remaining applicants on a pro-rata basis.

Pass the necessary journal entries for the above transactions in the books of ABC Ltd.

14. A firm has a current ratio of 3.5:1 and a quick ratio of 2:1. Assuming inventory at 96,000, find out total current assets and total current liabilities.

15. Calculate Cash Flow from Investing Activities from the following particulars:

Plant & Machinery (Written Down Value) 1st April, 2023: 14,40,000 31st March, 2024: 17,20,000

Information: (i) Depreciation charged during the year 1,70,000. (ii) Plant & Machinery having a written down value of 2,20,000 was sold for 2,50,000.

16. Give any two differences between Calls in Arrears & Calls in Advance.

17. What are the convertible and non-convertible debentures?

18. Do any three questions out of four questions. Each question carries 4 marks.

(i) Write any four differences between 'Share' and 'Debenture'.

(ii) Ambuja Ltd. issued for public subscription 2,00,000 equity shares of 20 each at a premium of 10 per share payable as under:

On application 10

On allotment 14 (including premium 10)

On first & final call 6

Applications were received for 3,00,000 shares. Allotment was made pro-rata to all the applicants, and the money overpaid on application was utilized towards sums due on allotment.

Pooja, who applied for 3,600 shares, failed to pay the allotment and call money, and the shares were subsequently forfeited. Two-thirds of the forfeited shares and the money paid were re-issued to Sandeep as fully paid-up at 16 per share. Show the journal entries to record the above transactions.

(iii) From the following information, prepare a comparative income statement of Arun Ltd. for the year ended 31st March, 2024.

Particulars	31st March, 2024 (₹)	31st March, 2023 (₹)
Revenue from Operations	40,00,000	20,00,000
Cost of Material Consumed	40,00,000	20,00,000
Other Expenses	30,00,000	12,00,000
Tax Rate	30%	30%

(iv) Write any four limitations of the cash flow statement.

Part C

19. All parts are compulsory. Each question will carry one mark.

(i) One or more cells selected is called:

- (A) Range
 - (B) Text
 - (C) Label
 - (D) Formula
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(ii) Which chart is also known as scatter chart?

- (A) XY
 - (B) YZ
 - (C) ZX
 - (D) None of these
-

(iii) _____ is not a feature of computer. (Accuracy/Intelligency)

(iv) Command of _____ in Tally is used to delete a voucher. (Alt+D/Alt+C)

(v) PMT Method is used to prepare _____. (Payroll statement/Loan repayment statement)

(vi) Write the name of any three types of accounting software.

(vii) Write any one security feature of computerized accounting software.

(viii) What do you mean by spreadsheet?

20. What do you mean by Data Audit?

21. Write any two features of electronic spreadsheet.

22. Complete the following table:

Formula	Description	Result
=Round(1765.4321, 2)	Round to two decimal places	1765.43
=Round(1765.4321, 0)	Round to nearest integer	1765

23. Write the formula to calculate the depreciation by using SLN (Straight Line) method in MS Excel.

24. Marks sheet of students is given below:

Complete the table by writing formulas in Row 6 and Column E.

A	B	C	D
Name of Students	Marks Scored in July, 2022	Marks Scored in December, 2022	Marks Scored in Ma
Mohan	300	400	425
Ram	250	291	300
Gobind	350	300	295
Kamal	410	390	415
Total Marks	=SUM(B2:B5)	=SUM(C2:C5)	=SUM(D2:D

25. a. Write the code name (Sequential, Mnemonic, Block) of the following:

Code	Name of Accounts
SLR	Salary Account
BOD	Bank Overdraft

(b) Code Account group

Code	Account group
100 – 199	Rooms in First Floor
200 – 299	Rooms in Second Floor

26. Write the steps to delete a company in Tally.

27. Do any three questions out of four questions. Each question carries 4 marks.

(i) Prepare cash account in Tally from the following transactions:

Date	Particulars	Rupees (₹)
Nov. 1	Cash in hand (Started business with cash)	2,00,000
Nov. 5	Paid for repair of machinery	(20,000)
Nov. 9	Paid for refreshment expenses	(20,000)
Nov. 12	Purchased stationery for cash	(2,000)
Nov. 20	Sold stationery for cash	3,000

(ii) Write any four advantages of preparing charts.

28. Do any three questions out of four questions. Each question carries 4 marks.

(iii) The monthly sales of a company for the first six months are given below in Rupees ().

A	B
January	25,000
February	15,000
March	28,000
April	32,000
May	20,000
June	36,000

(iv) Write any four advantages of computerized accounting system.
