CBSE EXAMINATION PAPER-2026

ACCOUNTANCY

(Solved)

Time allowed : 3 hours | Maximum Marks : 135

General Instructions :

Read the following instructions carefully and follow them :

i. This question paper contains **56 questions.** All questions are **compulsory.**

ii. This question paper is divided into **4 sections.**

iii. **Section A** – questions number **1 to 32** are multiple choice questions

iv. **Section B** – questions number **33 to 41** are short answer

v. **Section C** – questions number **42 to 48** are long answer type i

vi. **Section D** – questions number **49 to 56** are long answer type ii

vii. There is no overall choice given in the question paper. However, an internal choice has been provided in few questions.

viii. Use of calculator is NOT allowed.

Section A

Question 1.

Arora and Gurmeet were partners in a firm sharing profits and losses in the ratio of 3 : 2. Starting from 1st October, 2024 Arora withdrew ₹ 30,000 at the beginning of each quarter for his personal use. Interest on drawings was to be charged @ 12% per annum. Interest on Arora's drawings for the year ended 31st March, 2025 was :

[1 Marks]

(A) ₹ 450

(B) ₹ 2700

(C) ₹ 3,600

(D) ₹1,800

Question 2. Assertion (A) : At the time of admission of a new partner in a partnership firm, the newly admitted partner brings an agreed amount of capital either in cash or in kind. Reason (R): On admission, the new partner gets the right to acquire share in the assets and profits of the partnership firm.

[1 Marks]

(A) Both Assertion (A) and Reason (R) are correct and Reason (R) is the correct explanation of Assertion (A).

(B) Assertion (A) is correct, but Reason (R) is incorrect.

(C) Assertion (A) is incorrect, but Reason (R) is correct.

(D) Both Assertion (A) and Reason (R) are correct, but Reason (R) is not the correct explanation of Assertion (A).

Question 3.

Merak Ltd. forfeited 6,000 equity shares of ₹ 10 each for non-payment of final call of₹ 3 per share. The minimum amount per share at which these shares can be reissued will be :

[1 Marks]

(A) ₹6

(B) ₹7

(C) ₹10

(D) ₹3

Question 4.

Nori Ltd. issued 20,000, 11% debentures of ₹ 100 each at a premium of 10%, redeemable at a premium of 5%. Loss on issue of debentures account will be debited by :

[1 Marks]

(A) ₹ 2,00,000

(B) ₹ 1,00,000

(C) ₹20,00,000

(D) ₹ 3,00,000

Question 5.

Guru and Prakash were partners in a firm sharing profits and losse in the ratio of 7 : 3. They admitted Anu as a new partner for 1/4 share in the profits of the firm. On the date of Anu's admission, the Profit and Loss Account of Guru and Prakash showed a credit balance of ₹40,000. The necessary journal entry for its treatment will be

[1 Marks]

	Particulars		Dr. Amount (₹)	Cr. Amount (₹)
(A)	Profit and Loss A/c	Dr.	40,000	
	To Guru's Capital A/c			21,000
	To Prakash's Capital A/c			9,000
	To Anu's Capital A/c			10,000
(B)	Profit and Loss A/c	Dr.	40,000	
	To Guru's Capital A/c			28,000
	To Prakash's Capital A/c			12,000
(C)	Guru's Capital A/c	Dr.	21,000	
	Prakash's Capital A/c	Dr.	9,000	
	Anu's Capital A/c	Dr.	10,000	
	To Profit and Loss A/c			40,000
(D)	Guru's Capital A/c	Dr.	28,000	
	Prakash's Capital A/c	Dr.	12,000	
	To Profit and Loss A/c			40,000

(A) A

(B) B

(C) C

(D) D

Question 6.

Samta, Mamta and Geeta were partners in a firm sharing profits and losses in the ratio of 11 : 5 : 4. On 31st March, 2025 Samta died. On Samta's death, the goodwill of the firm was valued at ₹ 1,80,000. The necessary journal entry for the treatment of goodwill on Samta's death will be :

[1 Marks]

	Particulars		Dr. Amount (₹)	Cr. Amount (₹)
(A)	Samta's Capital A/c	Dr.	99,000	
	To Mamta's Capital A/c			55,000
	To Geeta's Capital A/c			44,000
(B)	Mamta's Capital A/c	Dr.	1,00,000	
	Geeta's Capital A/c	Dr.	80,000	
	To Samta's Capital A/c			1,80,000
(C)	Samta's Capital A/c	Dr.	1,80,000	
	To Mamta's Capital A/c			1,00,000
	To Geeta's Capital A/c			80,000
(D)	Mamta's Capital A/c	Dr.	55,000	
	Geeta's Capital A/c	Dr.	44,000	
	To Samta's Capital A/c			99,000

(A) D

(B) B

(C) C

(D) A

Question 7.

Mansi and Uma were partners in a firm and their capitals were ₹4,00,000 and ₹2,00,000 respectively. Normal rate of return in a similar business was 15% and the goodwill of the firm was valued at ₹ 4,00,000. If goodwill was calculated at four years purchase of super profits, the average profits of the firm were :

[1 Marks]

(A) ₹1,90,000

(B) ₹1,00,000

(C) ₹ 60,000

(D) ₹ 90,000

Question 8.

Reserve capital is that portion of the ____ capital that can be called only in the event of winding up of the company.

[1 Marks]

(A) subscribed

(B) paid-up

(C) uncalled

(D) called-up

Question 9.

The debentures which do not carry a specific rate of interest are known as :

[1 Marks]

(A) Zero coupon rate debentures

(B) Bearer debentures

(C) Specific coupon rate debentures

(D) Irredeemable debentures

Question 10.

John, Honey and Racob were partners in a firm sharing profits and losses equally. On 31st July, 2025 John died. His share in the profits of the firm from the date of last balance sheet till the date of his death will be :

[1 Marks]

(A) Credited to Profit and Loss Suspense Account

(B) Credited to Profit and Loss Account

(C) Debited to Profit and Loss Account

(D) Debited to Profit and Loss Suspense Account

Question 11. Shashi, Maya and Komal were partners in a firm sharing profits and losses in the ratio of 5 : 3 : 2. On 31st March, 2025 Komal retired. The new profit sharing ratio between Shashi and Maya was decided as 3 : 5. The gain or sacrifice of Shashi and Maya on Komal's retirement was :

[1 Marks]

(A) Shashi's sacrifice 1/8; Maya's gain 13/40

(B) Shashi's sacrifice 1/8 ; Maya's sacrifice 13/40

(C) Shashi's gain1/8 ; Maya's gain13/40

(D) Shashi's gain1/8 ; Maya's sacrifice13/40

Question 12.

Alok, Sarah and Aditya were partners in a firm sharing profits and losses in the ratio of 5 : 3 : 2. On 1st January, 2025 Alok advanced a loan of ₹ 2,00,000 to the firm. In the absence of a partnership agreement, the amount of interest on loan due to Alok on 31st March, 2025 will be :

[1 Marks]

(A) ₹ 3,000

(B) ₹ 5,000

(C) ₹ 12,000

(D) ₹ 20,000

Question 13.

Sudama, Sharma and Varun were partners in a firm sharing profits and losses in the ratio of 6 : 4 : 3. Sharma retired from the firm on 31st March, 2025. The gaining ratio of Sudama and Varun will be :

[1 Marks]

(A) 2.:3

(B) 3:2

(C) 2:1

(D) 1:2

Question 14.

Munna and Sonu were partners in a firm sharing profits and losses in the ratio of 4 : 1. Their fixed capitals were ₹ 40,00,000 and ₹ 30,00,000 respectively. During the year ended 31st March, 2025, Munna withdrew ₹ 50,000 for personal use. Interest on drawings was to be charged @ 6% p.a. The journal entry for charging interest on Munna’s drawings will be :

[1 Marks]

	Particulars	Dr. Amount (₹)	Cr. Amount (₹)
(A)	Interest on Drawings A/c Dr. To Munna's Capital A/c	1,500	 1,500
(B)	Munna's Capital A/c Dr. To Interest on Drawings A/c	1,500	 1,500
(C)	Interest on Drawings A/c Dr. To Munna's Current A/c	1,500	 1,500
(D)	Munna's Current A/c Dr. To Interest on Drawings A/c	1,500	 1,500

(A) D

(B) B

(C) C

(D) A

Question 15.

Sujata and Laxmi were partners in a firm sharing profits and losses in the ratio of 2 : 1. On 1st April, 2025, they admitted Raghu as a new partner for 1/5th share in the profits of the firm. On the date of Raghu's admission, it was found that the equipment is undervalued by ₹ 90,000. After revaluation, the Balance Sheet of Sujata, Laxmi and Raghu showed equipment at ₹ 3,00,000. The value of equipment shown in the books of the firm of Sujata and Laxmi before Raghu's admission was :

[1 Marks]

(A) ₹ 2,10,000

(B) ₹3,90,000

(C) ₹90,000

(D) ₹3,00,000

Question 16.

On 1st April, 2024, DD Ltd. issued 2,000, 9% Debentures of ₹ 50 each at a premium of 5%, redeemable at a premium of ₹ 10 per debenture after five years. Interest on the debentures was to be paid on half-yearly basis on 30th September and 315t March. Interest on the debentures for the year ended 31st March, 2025 will bs

[1 Marks]

(A) ₹ 4,725

(B) ₹ 4,500

(C) ₹ 9,450

(D) ₹ 9,000

Question 17.

Universal Ltd. took over machinery of ₹ 3,30,000, furniture of ₹ 1,60,000 and liabilities of ₹ 80,000 from Amol Ltd. for a purchase consideration of ₹ 4,50,000. The payment to Amol Ltd. was made by issue of 10% Debentures of ₹ 50 each at a discount of 10%. The number of debentures issued to Amol Ltd. was :

[1 Marks]

(A) 4,500

(B) 10,000

(C) 1,000

(D) 45,000

Question 18.

At the time of forfeiture of shares, 'Share Capital Account' is debited with :

[1 Marks]

(A) Unpaid amount on forfeited shares

(B) Called-up amount on forfeited shares

(C) Face value of shares forfeited

(D) Paid-up amount on forfeited shares

Question 19.

Sushil and Sapna were partners in a firm sharing profits and losses in the ratio of 3 : 2. On 31st March, 2025, the firm was dissolved. On the date of dissolution there existed a balance of ₹ 1,20,000 in sundry creditors account. The sundry creditors were payable after three months. They were paid immediately at a discount of 12% p.a. The amount paid to sundry creditors was

[1 Marks]

(A) ₹ 1,34,400

(B) ₹ 1,23,600

(C) ₹ 1,20,000

(D) ₹ 1,16,400

Question 20.

Raha, Naveen and Vandana were partners in a firm sharing profits and losses equally. Naveen retired on 31st March, 2025. The balance in his capital account after making the necessary adjustments on account of reserves and revaluation of assets and reassessment of liabilities was ₹ 1,27,000. Naveen was paid ₹ 1,50,000 in full settlement of his claim. The value of goodwill of the firm on the date of Naveen's retirement was :

[1 Marks]

(A) ₹ 69,000

(B) ₹ 23,000

(C) ₹ 4,50,000

(D) ₹ 1,50,000

Question 21.

From the following information obtained from the books of accounts of Ananda Ltd., calculate ‘Quick Ratio’ of the company : Total Current Assets (including stock and prepaid expenses) ₹ 2,00,000; Stock ₹ 20,000; Prepaid expenses ₹ 10,000; Current liabilities ₹ 1,70,000.

[1 Marks]

(A) 20 : 17

(B) 18 : 17

(C) 1 : 1

(D) 19 : 17

Question 22.

Analysis of financial statements is useful and significant to different users.’ Which of the following users is concerned with a firm’s long-term solvency and survival ?

[1 Marks]

(A) Lenders

(B) Trade payables

(C) Labour unions

(D) Finance manager

Question 23.

Statement I : In case of non-financial enterprises, payment of interest and dividend are classified as financing activities. Statement II : In case of financial enterprises, payment of interest and dividend are classified as investing activities.

[1 Marks]

(A) Both the statements are true.

(B) tatement I is false, but Statement II is true.

(C) Both the statements are false.

(D) Statement I is true, but Statement II is false.

Question 24. During the year ended 31st March, 2025, H.P. Ltd. paid an interim dividend of ₹ 50,00,000. From the following, choose the correct option for the purpose of preparing 'Cash Flow Statement' :

[1 Marks]

(A) ₹ 50,00,000 paid as interim dividend during the year will be shown as outflow of cash under financing activities and added back to net profit to calculate cash flows from operating activities.

(B) ₹ 50,00,000 paid as interim dividend during the year will be shown as outflow of cash under financing activities and deducted from net profit to calculate cash flows from operating activities.

(C) ₹ 50,00,000 paid as interim dividend during the year will be shown as cash outflow from financing activities only.

(D) ₹ 50,00,000 paid as interim dividend during the year will be added back to net profit to calculate cash flows from operating activities only.

Question 25.

Which of the following is a financing activity for the purpose of preparing a Cash Flow Statement ?

[1 Marks]

(A) Interest paid on debentures

(B) Dividend received

(C) Interest received

(D) Royalties received

Question 26.

The following information is obtained from the books of Devdutt Ltd. : Working capital — ₹ 4,00,000 Trade Payables — ₹ 50,000 Other Current liabilities — ₹ 1,00,000 Current assets of Devdutt Ltd. are :

[1 Marks]

(A) ₹ 5,50,000

(B) ₹ 4,50,000

(C) ₹ 2,50,000

(D) ₹ 5,00,000

Question 27.

Which of the following is not a feature of Tailored accounting software

[1 Marks]

(A) Designed specially for large enterprises

(B) Needs technical installation efforts

(C) Requires minimal or no support from system

(D) Requires special training before use

Question 28.

When an arithmetic expression or function is executed, the value produced is known as

[1 Marks]

(A) Derived value

(B) Vertical value

(C) Horizontal value

(D) Basic value

Question 29.

How is navigation conducted from the first to the last cell in a cluster of data in a column by skipping all the cells in between ?

[1 Marks]

(A) HOME + Down arrow (↓)

(B) CTRL + Down arrow (↓) successively

(C) HOME + Page down

(D) END + Down arrow (↓)

Question 30.

The PMT function in MS Excel is used to :

[1 Marks]

(A) Calculate the periodic payment for a loan or investment.

(B) Calculate the present value of a series of payments.

(C) Calculate the total interest on a loan.

(D) Calculate the future value of an investment.

Question 31.

#NAME? Error indicates

[1 Marks]

(A) Missing data in the worksheet

(B) Excel does not understand the text used in the formula.

(C) Syntax error in the formula

(D) Formula referring to a protected cell

Question 32.

Which of the following statements best describes the purpose of a data vault in an accounting software ?

[1 Marks]

(A) It is used to back up deleted vouchers automatically.

(B) It is used to maintain audit trails.

(C) It helps in data analysis and reporting.

(D) It ensures data confidentiality and integrity through restricted access.

Section B

Question 33.

Namita, Narendra and Kunwar were partners in a firm sharing profits and losses in the ratio of 3 : 1 : 1. The firm closes its books on 31st March every year. Kunwar died on 30th September, 2025. His share in the profits of the firm from 1st April, 2025 to 30th September, 2025 was calculated as per the provisions of the partnership deed which amounted to ₹ 15,600. On the date of Kunwar's death, the Balance Sheet of the firm showed General Reserve ₹ 40,000 and Profit and Loss Account (Dr.) ₹ 80,000. Pass necessary journal entries on Kunwar's death in the books of the firm.

[3 Marks]

Question 34.

Naik, Vinay and Vibhuti were partners in a firm sharing profits and losses in the ratio of 4 : 2 : 3. On 31st March, 2025, their Balance Sheet was as follows :
Naik retired from the firm on the above date on the following terms :

(i) Goodwill of the firm was valued at ₹ 1,80,000 and the same was to be treated without opening goodwill account.

(ii) Revaluation of assets and reassessment of liabilities resulted in a loss of ₹ 18,000.

(iii) Amount payable to Naik was transferred to his loan account.

Pass necessary journal entries for general reserve, revaluation of assets and reassessment of liabilities and goodwill on Naik's retirement.

[3 Marks]

Balance Sheet of Naik, Vinay and Vibhuti as at 31st March, 2025

Liabilities		Amount (₹)	Assets	Amount (₹)
Capitals :			Patents	54,000
Naik	1,20,000		Land and Building	2,07,000
Vinay	1,20,000		Stock	1,08,000
Vibhuti	1,20,000	3,60,000	Debtors	81,000
General Reserve		45,000	Cash at bank	54,000
Creditors		99,000		
		5,04,000		5,04,000

Question 35.

Kiara Ltd. purchased assets worth ₹ 12,40,000 and took over liabilities of ₹ 3,40,000 of Arnez Ltd. for a purchase consideration of ₹ 11,00,000. Kiara Ltd. paid half the amount by cheque. The balance amount was settled by issuing 9% debentures of ₹ 100 each at a premium of 10%.

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

[3 Marks]

Question 36.

On 1st April, 2024, Zara Ltd. issued 8,000, 9% Debentures of ₹ 100 each at a discount of 10%. The company had a balance of ₹ 50,000 in the Securities Premium Account on the same date.

Pass necessary journal entries for the issue of debentures and to write off discount on issue of debentures.

[3 Marks]

Question 37.

Nandini, Shweta and Hiren were partners in a firm sharing profits and losses in the ratio of **9 : 7 : 4**. On 1st April, 2025, Shweta retired. On the date of Shweta's retirement, there existed a balance of ₹ 1,00,000 in Workmen's Compensation Fund.

Pass necessary journal entries for treatment of Workmen's Compensation Fund on Shweta's retirement in each of the following cases:

(i) Claim on account of Workmen's Compensation was estimated at ₹ 1,20,000.

(ii) Claim on account of Workmen's Compensation was estimated at ₹ 80,000.

(iii) Claim on account of Workmen's Compensation was estimated at ₹ 1,00,000.

[3 Marks]

Question 38.

The following information was extracted from the Statement of Profit and Loss of Chaman Ltd. for the year ended 31st March, 2025 :

Prepare a Comparative Statement of Profit and Loss.

[3 Marks]

Particulars	Note No.	31.3.2025 (₹)	31.3.2024 (₹)
Revenue from operations		40,00,000	32,00,000
Employee Benefit Expenses		20,00,000	16,00,000
Other Expenses		2,00,000	4,00,000
Tax Rate 50%			

Question 39.

Under which major head and sub-heads (if any) will the following items be presented in the Balance Sheet of a company as per **Schedule III, Part I of the Companies Act, 2013** ?

(i) Demand deposits with banks

(ii) Long-term loans

(iii) Livestock

[3 Marks]

Question 40.

What is meant by codification ? Explain the meaning of mnemonic codes with the help of an example.

[3 Marks]

Question 41.

state any three limitations of Computerised Accounting System.

[3 Marks]

Section C

Question 42.

Pass necessary journal entries for the issue of debentures for the following transactions :

(i) XS Ltd. issued 40,000, 9% Debentures of ₹ 100 each at a premium of 10%, redeemable at a premium of 5%.

(ii) YG Ltd. issued 50,000, 9% Debentures of ₹ 100 each at par, redeemable at a premium of 10%.

[4 Marks]

Question 43.

Jain and Gupta were partners in a firm sharing profits and losses in the ratio of **3 : 1**. On 1st April, 2024, Agarwal was admitted as a new partner for **1/5th share** in the profits of the firm with a minimum guaranteed amount of ₹ 75,000. Any deficiency arising out of this account will be borne by Jain and Gupta in the ratio of **1 : 3**. During the year ended 31st March, 2025, the firm earned a net profit of ₹ 3,00,000.

Prepare Profit and Loss Appropriation Account of Jain, Gupta and Agarwal for the year ended 31st March, 2025.

[4 Marks]

Question 44.

Annu, Bandhu, Sheelu and Golu were partners in a firm sharing profits and losses in the ratio of **4 : 3 : 2 : 1**. On **1st April, 2025**, they decided to share the future profits equally. For this purpose the goodwill of the firm was valued at **₹ 4,00,000**. Calculate gain or sacrifice of the partners on change in profit sharing ratio and pass a single adjustment journal entry for the treatment of goodwill.

[4 Marks]

Question 45.

Net Asset Turnover ratio' of a company is **2 times**. State with reason whether the following transactions will increase, decrease or not affect the ratio :

(i) Cash sales ₹ 3,00,000

(ii) Issue of equity shares ₹ 10,00,000

(iii) Issue of 9% debentures ₹ 5,00,000

(iv) Credit purchase of goods ₹ 50,000

[4 Marks]

Question 46.

From the following information, calculate **'Proprietary Ratio'** and **'Debt-to-Equity Ratio**

Particulars	Amount (₹)
Equity Share Capital	3,00,000
Preference Share Capital	1,00,000
Reserves and Surplus	1,00,000
Plant and Machinery	3,50,000
Non-Current Investments	1,00,000
Current Assets	2,00,000
Long-term Borrowings	1,50,000

[4 Marks]

Question 47.

(a) Give the meaning of the following :

(i) Cell reference

(ii) Relative cell reference

(iii) Absolute cell reference

(iv) Mixed cell reference

[4 Marks]

Question 48.

Explain Array form of LOOKUP function.

[4 Marks]

Section D

Question 49.

Diwan Ltd. was registered with an authorised capital of **₹ 1,00,00,000**, divided into **1,00,000 equity shares of ₹ 100 each**. The company invited applications for issuing **50,000 shares**. The amount was payable as follows :

On Application and Allotment — **₹ 30 per share**
On First call — **₹ 40 per share**
On Second and Final call — **balance**

The issue was fully subscribed. All amounts were duly received except from Nawal, a shareholder holding **700 shares**, who failed to pay the second and final call. His shares were forfeited.

On the basis of the above information, answer the following questions :

(i) The Registered capital of Diwan Ltd. is :

(A) ₹ 1,00,00,000
(B) ₹ 1,00,000
(C) ₹ 50,00,000
(D) ₹ 50,000

(ii) The Issued capital of Diwan Ltd. is :

(A) ₹ 1,00,00,000
(B) ₹ 1,00,000
(C) ₹ 50,00,000
(D) ₹ 50,000

(iii) Calls in arrears of the company amounted to :

(A) ₹ 21,000
(B) ₹ 70,000
(C) Nil
(D) ₹ 49,000

(iv) 'Share Forfeiture Account' will appear in the Notes to Accounts' at :

(A) ₹ 21,000
(B) ₹ 70,000
(C) Nil
(D) ₹ 49,000

(v) The amount of 'Share Capital' presented in the Balance Sheet of Diwan Ltd. will be :

(A) ₹ 49,30,000
(B) ₹ 50,00,000
(C) ₹ 49,79,000
(D) ₹ 49,49,000

(vi) If all the forfeited shares are reissued at **₹ 30 per share**, fully paid-up, the amount transferred to 'Capital Reserve' will be :

(A) ₹ 49,000
(B) ₹ 70,000
(C) ₹ 21,000
(D) Nil

[6 Marks]

Question 50.

Asha and Indra were partners in a firm sharing profits and losses in the ratio of 3 : 2. Their Balance Sheet on 31st March, 2025 was as following :

On 1st April, 2025, Suraj was admitted for **1/4th share** in the profits of the firm on the following terms :

(i) Suraj will bring capital proportionate to his share in the profits of the firm.

(ii) Goodwill of the firm was valued at **₹ 1,00,000** and Suraj will bring his share of goodwill premium in cash.

(iii) Furniture was taken over by Asha at **₹ 1,00,000**.

(iv) A liability of **₹ 5,000** included in creditors was not likely to arise.

(v) Plant and Machinery was revalued at **₹ 4,35,000**.

Prepare **Revaluation Account** and **Partners' Capital Accounts** on Suraj's admission. Show the calculation of proportionate capital clearly.

[6 Marks]

Balance Sheet of Asha and Indra as at 31st March, 2025

Liabilities		Amount (₹)	Assets		Amount (₹)
Capitals :			Plant and Machinery		4,05,000
Asha	4,00,000		Furniture		1,20,000
Indra	3,00,000	7,00,000	Debtors	80,000	
			Less :		
General Reserve		50,000	Provision for doubtful debts	4,000	76,000
Creditors		20,000	Stock		1,54,000
			Cash at bank		15,000
		7,70,000			7,70,000

Question 51.

Ajanta Ltd. invited applications for issuing 30,000 equity shares of ₹ 10 each at a premium of ₹ 5 per share. The amount was payable as follows :

On Application and Allotment – ₹ 10 per share (including premium)

On first and final call – Balance

Applications for 50,000 shares were received. Applications for **10,000 shares** were rejected and their application money was refunded. Pro-rata allotment was made to the remaining applicants. Excess money received with application was adjusted towards sums due on first and final call. Sonu, an applicant of **4,000 shares**, paid his entire share money with application. Vedika, to whom **300 shares** were allotted, failed to pay the first and final call. After giving her the mandatory notice, her shares were forfeited.

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

[6 Marks]

Question 52.

(i) Rao Ltd. forfeited 750 equity shares of ₹ 10 each for non-payment of first call of ₹ 3 per share (including premium of ₹ 1 per share). The second and final call of ₹ 3 per share was not yet made. Of the forfeited shares, 500 were re-issued for ₹ 2,500, ₹ 7 per share paid-up.

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

(ii) Lily Ltd. forfeited 2,000 equity shares of ₹ 10 each for non-payment of first and final call of ₹ 2 per share. 750 of the forfeited shares were reissued to Ashok for ₹ 10,000 as fully paid-up. The remaining shares were reissued to Sudha at ₹ 9 per share fully paid-up.

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

[6 Marks]

Question 53.

Promil, Kamlesh and Ritika were partners in a firm sharing profits and losses in the ratio of 5 : 3 : 2. From 1st April, 2025 they decided to share future profits in the ratio of 2 : 3 : 5. On 31st March, 2025, their Balance Sheet was as follows;

It was agreed that :

(i) Land and Building will be valued at **₹ 6,62,000**.

(ii) A provision of **5% on debtors** will be made for bad and doubtful debts.

(iii) Goodwill of the firm will be valued at **₹ 1,80,000** and the same will be treated without opening goodwill account.

(iv) The value of stock will be reduced to **₹ 2,00,000**.

Showing your working clearly, pass necessary journal entries for the above transactions in the books of the firm.

[6 Marks]

Balance Sheet of Promil, Kamlesh and Ritika as at 31st March, 2025

Liabilities		Amount (₹)	Assets	Amount (₹)
Sundry Creditors		3,00,000	Bank	1,80,000
General Reserve		1,60,000	Sundry Debtors	1,20,000
Capitals :			Stock	2,40,000
Promil	2,80,000		Land and Building	5,60,000
Kamlesh	2,20,000			
Ritika	1,40,000	6,40,000		
		11,00,000		11,00,000

Question 54.

Mr. Rinku and Mrs. Pinky were partners in a firm sharing profits and losses in the ratio of 3 : 2. On 31st March, 2025, their balance sheet was as follows

On the above date the firm was dissolved and the following transactions took place :

(i) Mr. Rinku agreed to pay Mrs. Rinku's loan and took away stock for ₹ 16,000.

(ii) Mrs. Pinky took half of the investments at 10% less. Debtors realised ₹ 44,000, Building realised ₹ 4,00,000, Creditors were paid ₹ 5,000 less and the remaining investments were sold for ₹ 19,000. An old furniture not recorded in the books of the firm was taken over by Mrs. Pinky for ₹ 18,000. Realisation expenses amounted to ₹ 6,000.

Prepare Realisation Account.

[6 Marks]

Balance Sheet of Mr. Rinku and Mrs. Pinky as at 31st March, 2025

Liabilities		Amount (₹)	Assets		Amount (₹)
Creditors		86,000	Cash at Bank		43,000
Mrs. Rinku's Loan		20,000	Stock		20,000
Pinky's Husband's Loan		30,000	Investments		30,000
			Debtors	50,000	
Investment Fluctuation Fund		12,000	Less : Provision for doubtful debts	5,000	45,000
General Reserve		30,000	Building		3,40,000
Capitals :					
Mr. Rinku	1,00,000				
Mrs. Pinky	2,00,000	3,00,000			
		4,78,000			4,78,000

Question 55.

From the following information obtained from the books of 'Informatics India Ltd.', calculate **'Cash from Operations'**

Net Profit for year ended **31st March, 2025** after providing depreciation was **₹ 60,000** and after writing off goodwill **₹ 2,000** was **₹ 3,40,000**.

[6 Marks]

Additional Information :

Particulars	31.3.2024 (₹)	31.3.2025 (₹)
Rent received in advance	20,000	10,000
Accrued interest	30,000	40,000
Prepaid insurance	15,000	20,000
Outstanding salary	25,000	40,000
Trade receivables	1,24,000	1,25,000
Trade payables	1,30,000	1,50,000
Inventory	50,000	80,000
Other current assets	1,00,000	1,20,000

Question 56.

In MS Excel, charts can be formatted and customised to make them more attractive and meaningful.' Explain the procedure to change the shape style of a chart element. Also state various shape fill options available to the user for enhancing the appearance of a chart

[6 Marks]