



ST. LAWRENCE HIGH SCHOOL

27, BALLYGUNGE CIRCULAR ROAD



Class : 12 **Subject : ACCOUNTANCY** **Term : SECOND TERM** **Max Marks : 80**

Q 1 : A partner drew 1,000, 2,000, 3,000 & 4,000 at the beginning of each quarter at a interest of 6% p.a., the amount of interest on drawings will be **Marks : 1**

- 1 . 1000
- 2 . 600
- 3 . 300**
- 4 . 450

(This Answer is Correct)

Q 2 : If the net profit of a partnership firm is 63,000. A, the partner, is entitled to get commission @ 5% on net profit after charging such commission. A's commission is **Marks : 1**

- 1 . 3150
- 2 . 6300
- 3 . 2999
- 4 . 3000**

(This Answer is Correct)

Q 3 : The amount of general reserve of a partnership firm is 10,000. The profit sharing ratio among the partners P, Q and R is 5:3:2. The share of reserve of Q and R together is **Marks : 1**

- 1 . Twice of P
- 2 . Equal to P**
- 3 . Half of P
- 4 . Almost half of P

(This Answer is Correct)

Q 4 : A and B are partners. Their capital balances are 50,000 and 75,000 respectively. The new partner C is admitted for one-third share of profit with capital investment of 1,00,000. Find C's share of goodwill. **Marks : 1**

- 1 . 75000
- 2 . 50000
- 3 . 25000**
- 4 . 100000

(This Answer is Correct)

Q 5 : Value of building was increased by 10,000; Provision for doubtful debts was raised by 2,000; Patent was amortised by 3,000. The amount of profit or loss on revaluation is **Marks : 1**

- 1 . 11,000 (Profit)
- 2 . 5,000 (Profit)**

(This Answer is Correct)

3 . 15,000 (Profit)

4 . 5,000 (Loss)

Q 6 : Goodwill appeared in the balance sheet amounting to 10,000; Old and new profit sharing ratio are 2:3 and 3:2:1. Amount of goodwill is to be written of in **Marks : 1**

1 . Sacrificing ratio

2 . Gaining ratio

3 . New Ratio

4 . Old Ratio

(This Answer is Correct)

Q 7 : P, Q and R are partners sharing profits in 5:3:2. Goodwill of the firm is 7,000. Q retires. How goodwill of Q is to be adjusted? **Marks : 1**

1 . Q's Capital A/c Dr. 2,100; P's Capital A/c Cr. 1,500; R's Capital A/c Cr. 600

2 . P's Capital A/c Dr. 2,100; Q's Capital A/c Cr. 2,100

3 . Goodwill A/c Dr. 2,100; Q's Capital A/c Cr. 2,100

4 . P's Capital A/c Dr. 1,500; R's Capital A/c Dr. 600; Q's Capital A/c Cr. 2,100 **(This Answer is Correct)**

Q 8 : Public issue of shares can be made under **Marks : 1**

1 . fixed price method

2 . book building method

3 . pure auction method

4 . all of these

(This Answer is Correct)

Q 9 : A, B & C are partners. They share profits in 3:2:1 ratio. Firm's divisible profit is 1,20,000, where A guaranteed B for a minimum profit of 50,000, what will be the share of profit? **Marks : 1**

1 . 60,000, 40,000 & 20,000

2 . 60,000, 50,000 & 10,000

3 . 50,000, 50,000 & 20,000

4 . None of these

(This Answer is Correct)

Q 10 : A partner drew 250 at the end of each month subject to interest @ 6% p.a., the amount of interest on drawings will be **Marks : 1**

1 . 72

2 . 82.5

3 . 90

4 . 93.5

(This Answer is Correct)

- Q 11 :** A partner drew 1,000 at the end of each quarter subject to interest @ 6% p.a., the amount of interest on drawings will be **Marks : 1**
1. 60
 - 2. 90** (This Answer is Correct)
 3. 30
 4. 120
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- Q 12 :** A partner drew 5,000 at the beginning of each half year subject to interest @ 6% p.a., the amount of interest on drawings will be **Marks : 1**
1. 1000
 2. 1200
 3. 600
 - 4. 450** (This Answer is Correct)
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- Q 13 :** A and B are partners. The net divisible profit of a firm is 2,50,000, total interest on partners' drawings is 4,000. A's salary is 4,000 per quarter and B's salary is 40,000 p.a. Calculate net profit/loss. **Marks : 1**
1. 290000
 2. 250000
 - 3. 302000** (This Answer is Correct)
 4. 300000
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- Q 14 :** A firm earned 5,00,000 as average profit. Normal rate of return is 10%. The value of net assets of the firm is 35,00,000. Amount of goodwill will be **Marks : 1**
1. 3500000
 2. 5000000
 3. 500000
 - 4. 1500000** (This Answer is Correct)
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- Q 15 :** If normal profit is 9,000 and super profit is 7,000. What will be the amount of average profit? **Marks : 1**
1. 10000
 2. 12000
 - 3. 16000** (This Answer is Correct)
 4. 20000
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- Q 16 :** A firm had assets 1,10,000 excluding cash of 10,000 and external liability of 15,000. What will be the amount of capital employed? **Marks : 1**
- 1. 105000** (This Answer is Correct)
 2. 95000

3 . 100000

4 . 125000

Q 17 : Average profit is 15,000, the value of goodwill based on two years purchase of super profit is 18,000. Normal profit is **Marks : 1**

1 . 6000

(This Answer is Correct)

2 . 12000

3 . 24000

4 . None of these

Q 18 : A, B and C are partners sharing profits in the ratio of 3:2:1. General reserve appeared in the Balance Sheet 6,000. Now they decide to share profits equally. What will be the share of general reserve to A? **Marks : 1**

1 . 2000

2 . 3000

(This Answer is Correct)

3 . 1000

4 . None of these

Q 19 : Uttam and Soumitra were the partners of a firm sharing profits in the ratio of 3:2. They admitted Utpal for one-fifth share of future profit. Goodwill of the firm is valued at 50,000. Find the amount of premium for goodwill . **Marks : 1**

1 . 50000

2 . 30000

3 . 20000

4 . 10000

(This Answer is Correct)

Q 20 : D, E and F are equal partners in a partnership firm. F retires and on his retirement, the goodwill of the firm has been valued at 1,20,000. The amount is to be credited to F's capital account will be **Marks : 1**

1 . 80000

2 . 60000

3 . 40000

4 . 20000

(This Answer is Correct)

Q 21 : A, B and C are partners in a business sharing profits in the ratio of 2:2:1. C dies on 31.3.2019. Profit for the year 2018-19 is 70,000. What will be the share of profit of C? **Marks : 1**

1 . 28000

2 . 22000

3 . 14000

4 . 12000

(This Answer is Correct)

Q 22 : If 5,000 equity shares of 100 each are issued at a premium of 5%, then total amount of money received is **Marks : 1**

- 1 . 475000
- 2 . 525000 (This Answer is Correct)
- 3 . 450000
- 4 . 550000

Q 23 : A limited company issued 10,000 equity shares @ 10 each at a premium of 20%. Therefore the amount of premium is to be credited in the relevant account is **Marks : 1**

- 1 . 120000
- 2 . 100000
- 3 . 20000 (This Answer is Correct)
- 4 . None of these

Q 24 : A limited company issued 20,000 equity shares @ 10 each. Amount payable 6 on application and balance in allotment. Public subscribed for 19,000 shares. Amount received in application is **Marks : 1**

- 1 . 120000
- 2 . 114000 (This Answer is Correct)
- 3 . 80000
- 4 . 76000

Q 25 : Profit & Loss Appropriation Account is a **Marks : 1**

- 1 . Nominal A/c (This Answer is Correct)
- 2 . Personal A/c
- 3 . Real A/c
- 4 . Capital A/c

Q 26 : Partners' Capital Account is **Marks : 1**

- 1 . Nominal A/c
- 2 . Personal A/c (This Answer is Correct)
- 3 . Real A/c
- 4 . None of these

Q 27 : X, being the partner of a partnership firm, advanced 1,00,000 to the firm. Amount of interest payable to X at the end of the year will be **Marks : 1**

- 1 . No interest is payable
- 2 . 6000 (This Answer is Correct)

- 3 . 12000
 - 4 . None of these
-

Q 28 : Y, being the partner of a partnership firm, invested 2,00,000 as capital. Amount of interest payable to Y at the end of the year will be **Marks : 1**

- 1 . No interest is payable
- 2 . 6000
- 3 . 12000
- 4 . None of these

(This Answer is Correct)

Q 29 : What do you mean by excess of actual profit over normal profit? **Marks : 1**

- 1 . Average Profit
- 2 . Capitalised Profit
- 3 . Super Profit
- 4 . Annual Profit

(This Answer is Correct)

Q 30 : Goodwill is **Marks : 1**

- 1 . Fixed asset
- 2 . Tangible fixed asset
- 3 . Intangible fixed asset
- 4 . None of these

(This Answer is Correct)

Q 31 : The ratio in which the old partners agreed to surrender their share in profit in favour of new partner is called **Marks : 1**

- 1 . Sacrificing ratio
- 2 . Gaining ratio
- 3 . Profit Sharing ratio
- 4 . Capital ratio

(This Answer is Correct)

Q 32 : Change in profit sharing ratio is _____ of a partnership firm. **Marks : 1**

- 1 . Reconstruction
- 2 . External Reconstruction
- 3 . Internal Reconstruction
- 4 . Development

(This Answer is Correct)

Q 33 : Which of the following statement is true in respect of Change in Profit Sharing ratio of a Partnership Firm? **Marks : 1**

- 1 . All partners gain
- 2 . All partners sacrifice
- 3 . Partners can gain and can sacrifice**
- 4 . No partner gains and sacrifices

(This Answer is Correct)

Q 34 : Premium for goodwill is always distributed among the old partners in

Marks : 1

- 1 . Gaining ratio
- 2 . Profit Sharing ratio
- 3 . Sacrificing ratio**
- 4 . Capital ratio

(This Answer is Correct)

Q 35 : Furniture in the Balance Sheet was 10,000. At the time of admission of a new partner, it is revalued at 12,000. In the journal Furniture A/c is to be

Marks : 1

- 1 . Debited**
- 2 . Credited
- 3 . not appeared
- 4 . None of these

(This Answer is Correct)

Q 36 : The ratio in which the profit or loss on revaluation is to be distributed among the partners

Marks : 1

- 1 . Equal ratio
- 2 . Old profit sharing ratio**
- 3 . New profit sharing ratio
- 4 . Sacrificing ratio

(This Answer is Correct)

Q 37 : The share of goodwill of the deceased partner is adusted through the capital accounts of the surviving partners in

Marks : 1

- 1 . Old profit sharing ratio
- 2 . Sacrificing ratio
- 3 . Gaining Ratio**
- 4 . New profit sharing ratio

(This Answer is Correct)

Q 38 : Deceased partner's share of profit till the date of his/her death is credited to

Marks : 1

- 1 . Profit & Loss Suspense A/c
- 2 . Deceased Partner's Drawings A/c
- 3 . Partners' Capital A/c
- 4 . Deceased Partner's Capital A/c**

(This Answer is Correct)

Q 39 : Deceased Partner's Capital A/c is prepared on the

Marks : 1

- 1 . Closing date
- 2 . Opening date
- 3 . Immediate after his/her death**
- 4 . None of these

(This Answer is Correct)

Q 40 : An executor of the deceased partner is a/an

Marks : 1

- 1 . lawyer
- 2 . solicitor
- 3 . legal heir**
- 4 . None of these

(This Answer is Correct)

Q 41 : In which ratio profit or loss on revaluation of assets and liabilities is transferred to partners' capital in the event of death of a partner?

Marks : 1

- 1 . Old profit sharing ratio**
- 2 . New profit sharing ratio
- 3 . Gaining Ratio
- 4 . Sacrificing ratio

(This Answer is Correct)

Q 42 : Amount payable to deceased partner is transferred to

Marks : 1

- 1 . Deceased Partner's Loan A/c
- 2 . Deceased Partner's Capital A/c
- 3 . Deceased Partner's Executor's A/c**
- 4 . None of these

(This Answer is Correct)

Q 43 : After the death of a partner, the surviving partner can

Marks : 1

- 1 . continue the business
- 2 . discontinue the business
- 3 . either continue or discontinue the business**
- 4 . None of these

(This Answer is Correct)

Q 44 : Which one of the following are the types of company?

Marks : 1

- 1 . public company
- 2 . private company
- 3 . both public & private company**
- 4 . None of these

(This Answer is Correct)

Q 45 : In which type of share capital risk of the shareholders are high?

Marks : 1

- 1 . equity shares
- 2 . preference shares
- 3 . Right share
- 4 . Bonus share

(This Answer is Correct)

Q 46 : Premium received by issue of equity shares must be transferred to

Marks : 1

- 1 . capital reserve
- 2 . general reserve
- 3 . reserve fund
- 4 . None of these

(This Answer is Correct)

Q 47 : Issued capital cannot be more than

Marks : 1

- 1 . subscribed capital
- 2 . nominal capital
- 3 . called up capital
- 4 . paid up capital

(This Answer is Correct)

Q 48 : Excess application money can be

Marks : 1

- 1 . refunded
- 2 . adjusted with allotment
- 3 . adjusted with allotment & other instalments
- 4 . all of these

(This Answer is Correct)

Q 49 : Profit on reissue of share must be transferred to

Marks : 1

- 1 . general reserve
- 2 . revenue reserve
- 3 . capital redemption reserve
- 4 . capital reserve

(This Answer is Correct)

Q 50 : In which shares payment of dividend is fixed?

Marks : 1

- 1 . equity shares
- 2 . preference shares
- 3 . both (1) & (2)
- 4 . None of these

(This Answer is Correct)

Q 51 : In case of application of shares which entry will record at first? **Marks : 1**

1 . receiving entry (This Answer is Correct)

2 . transferring entry

3 . opening entry

4 . closing entry

Q 52 : Profit on reissue of shares is an example of **Marks : 1**

1 . revenue profit

2 . capital profit (This Answer is Correct)

3 . abnormal profit

4 . none of these

Q 53 : Calls-in-arrear account shows **Marks : 1**

1 . only credit balance

2 . only debit balance (This Answer is Correct)

3 . no balance

4 . none of these

Q 54 : Share Capital A/c is a **Marks : 1**

1 . Personal A/c (This Answer is Correct)

2 . Real A/c

3 . Nominal A/c

4 . Impersonal A/c

Q 55 : Issued capital is the part of **Marks : 1**

1 . subscribed capital

2 . authorized capital (This Answer is Correct)

3 . called-up capital

4 . paid-up capital

Q 56 : Reserve capital can be called up **Marks : 1**

1 . in an emergency

2 . at any time by passing an ordinary resolution

3 . in the event and for the purposes of the company being wound-up (This Answer is Correct)

4 . if all directors agree

Q 57 : Which of the following is not a characteristic of equity share?

Marks : 1

- 1 . it is the risk capital of a company
- 2 . it has voting power
- 3 . it has no preferential right to dividend
- 4 . it can be converted into preference share

(This Answer is Correct)

Q 58 : The capital with which a company is registered is called

Marks : 1

- 1 . issued capital
- 2 . paid-up capital
- 3 . authorized capital
- 4 . subscribed capital

(This Answer is Correct)

Q 59 : Who are the owners of a Company?

Marks : 1

- 1 . Directors of the company
- 2 . Managing Director of the company
- 3 . Shareholders of the company
- 4 . Debentureholders of the company

(This Answer is Correct)

Q 60 : In common size income statement, percentage is calculated on the basis of

Marks : 1

- 1 . other income
- 2 . revenue from operation
- 3 . purchases
- 4 . None of these

(This Answer is Correct)

Q 61 : Revenue from operation means

Marks : 1

- 1 . sales
- 2 . net sales
- 3 . total income
- 4 . none of these

(This Answer is Correct)

Q 62 : Statement of profit and loss prepared by

Marks : 1

- 1 . sole-proprietorship business
- 2 . partnership business
- 3 . company business
- 4 . all of these

(This Answer is Correct)

Q 63 : The term amortisation is applicable for **Marks : 1**

1 . intangible assets (This Answer is Correct)

2 . tangible assets

3 . current assets

4 . none of these

Q 64 : Employees benefit expenses include **Marks : 1**

1 . cash and credit purchase

2 . closing stock and opening stock

3 . salaries and wages (This Answer is Correct)

4 . depreciation

Q 65 : Changes in inventories means difference between **Marks : 1**

1 . cash and credit purchase

2 . closing stock and opening stock (This Answer is Correct)

3 . salaries and wages

4 . None of these

Q 66 : Financial costs/charges include **Marks : 1**

1 . salaries

2 . interest on loan (This Answer is Correct)

3 . rent

4 . depreciation

Q 67 : On common size balance sheet, percentage is calculated on **Marks : 1**

1 . balance sheet total (This Answer is Correct)

2 . asset side total

3 . sales

4 . None of these

Q 68 : Long-term borrowings include **Marks : 1**

1 . loan

2 . mortgage loan

3 . debenture

4 . all of these (This Answer is Correct)

Q 69 : Proposed dividend comes under **Marks : 1**

- 1 . long-term provision
- 2 . short-term provision
- 3 . contingent liability** (This Answer is Correct)
- 4 . none of these

Q 70 : In a partnership firm, amount of capital of the partners are 1,00,000 & 2,00,000 respectively. The firm earned profit of 60,000, share of profit of the partners will be **Marks : 1**

- 1 . 20,000 & 40,000
- 2 . 30,000 each** (This Answer is Correct)
- 3 . 40,000 & 20,000
- 4 . None of these

Q 71 : In a partnership firm, amount of annual drawings of the partners are 10,000 & 20,000 respectively. Interest on drawings is chargeable @ 10% p.a. Amount of interest will be **Marks : 1**

- 1 . 1,000 & 2,000
- 2 . 1,500 each
- 3 . 500 & 1,000** (This Answer is Correct)
- 4 . None of these

Q 72 : P,Q and R are partners sharing profits in 2:2:1. They decided to to admit S and their new profit sharing ratio becomes 2:2:1:1. Find the sacrificing ratio of the partners. **Marks : 1**

- 1 . 2:2:1** (This Answer is Correct)
- 2 . 1:1:1
- 3 . 3:2:1
- 4 . 5:9:7

Q 73 : E and F are partners, sharing profits equally. They admit G as a new partner for one-fourth share of profit. Find the sacrificing ratio. **Marks : 1**

- 1 . 3:1
- 2 . 1:4
- 3 . 1:1** (This Answer is Correct)
- 4 . None of these

Q 74 : A and B are partners sharing profits and losses in the ratio of 3:2. C is admitted for one-fifth share of profit, which he acquires equally from A and B. The new profit sharing ratio will be **Marks : 1**

- 1 . 3:2:1

2 . 1:1:1

3 . 2:2:1

4 . 5:3:2

(This Answer is Correct)

Q 75 : If the payable amount of the outgoing partner is transferred to his loan account, what will be rate of interest to be paid to him? **Marks : 1**

1 . 5% p.a.

2 . 6% p.a.

3 . 8% p.a.

4 . 10% p.a.

(This Answer is Correct)

Q 76 : A, B & C are partners. They share profits in 3:2:1 ratio. A retires and his share is taken by B and C equally, what will be the gaining ratio? **Marks : 1**

1 . 1:1

2 . 2:1

3 . 3:1

4 . 3:2

(This Answer is Correct)

Q 77 : A, B and C are partners sharing profits in the ratio of 3:2:1. B retired. The new profit sharing ratio between A and C will be **Marks : 1**

1 . 2:1

2 . 1:1

3 . 3:2

4 . 3:1

(This Answer is Correct)

Q 78 : If capital balances of A and B are 25,000 and 20,000 respectively and C is admitted for one-third of total capital of the firm, what will be the amount of C's Capital? **Marks : 1**

1 . 15000

2 . 20000

3 . 22500

4 . 25000

(This Answer is Correct)

Q 79 : A partnership firm earned and distributed profit of 2,000 between A and B equally. Later it noticed that interest of partners capital amounting to 200 & 300 has not been distributed. What will be rectification entry? **Marks : 1**

1 . B's Capital A/c Dr. 50 and A's Capital A/c Cr. 50

2 . A's Capital A/c Dr. 50 & B's Capital A/c Cr. 50

3 . A's Capital A/c Dr. 50, B's Capital A/c Dr. 50, Suspense A/c Cr. 100

(This Answer is Correct)

4 . None of these

Q 80 : Goodwill of the firm is valued 15,000. Profit sharing ratio has been changed from 2:1 to 1:2 between X and Y. What will be the effect in Partners' Capital A/c? **Marks :** 1

- 1 . A's Capital A/c Dr. 5,000 & B's Capital A/c Cr. 5,000
 - 2 . B's Capital A/c Dr. 5,000 & A's Capital A/c Cr. 5,000**
 - 3 . Both A's and B's Capital A/c are to be debited by 5,000
 - 4 . No effect
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(This Answer is Correct)