

CUET UG – 2022

Accountancy/Book Keeping

**Question : 1**

Match List I with List II

List I	List II
A. Excess of purchase consideration over value of net assets	I. Issue Debentures as collateral security
B. Excess of net assets over purchase consideration	II. Goodwill
C. Debenture Suspense Account	III. Issue of Debentures for consideration other than cash
D. Assets received against Debentures	IV. Capital Reserve

Choose the correct answer from the options given below:

- A A - IV, B - II, C - I, D - III
- B A - II, B - IV, C - I, D - III
- C A - II, B - IV, C - III, D - I
- D A - IV, B - II, C - III, D - I

**Question : 2**

Which among the following are the non-cash items?

- A. Deferred Tax
- B. Goodwill write-off
- C. Depreciation
- D. Increase in Stock

Choose the correct answer from the options given below:

- A B and C only
- B A, B and D only
- C B, C and D only
- D A, B and C only

**Question : 3**

Operating Profit Ratio of XYZ Ltd. is 60%. The operating ratio of XYZ Ltd. is:

- A 30%
- B 60%
- C 100%
- D 40%

**Question : 4**

Which among the following are the modes of dissolution?

- A. Dissolution by Nature
- B. Compulsory Dissolution
- C. Dissolution by Agreement
- D. Dissolution by Notice

Choose the correct answer from the options given below:

- A B, C and D only
- B A, C and D only
- C A, B and C only
- D A, D and B only

**Question : 5**

In the absence of any information regarding the acquisition of share in the profit of retiring/deceased partner by the remaining partners, it is assumed that they will acquire his/her share in the:

- A Capital Ratio
- B Equal Ratio
- C New Profit Sharing Ratio
- D Old Profit Sharing Ratio

**Question : 6**

Extract of Receipt and Payment Account for the year ended on March 31, 2021 is given.

Calculate the amount of Stationery to be shown in Income and Expenditure A/c.

Payments for Stationery: ₹ 23,000

Additional Information:

	1 April, 2020	31 Mar 2021
Stock of Stationery	4,000	3,000
Creditors for stationery	9,000	2,500

- A ₹ 17,500
- B ₹ 20,500
- C ₹ 11,500
- D ₹ 23,000

**Question : 7**

\_\_\_\_\_ is the amount received as per the will of a deceased person.

- A Honorarium
- B Entrance Fees
- C Donation
- D Legacies

**Question : 8**

From the following information of I Ltd., calculate Net Increase / Decrease in cash and cash equivalents during the year 2021-22.

i) Cash flow from Operating Activities: ₹ 2,35,000

ii) Cash used in investing Activities: ₹ 4,35,000

iii) Cash flow from financing activities: ₹ 2,35,000

- A ₹ 35,000 Decrease
- B ₹ 4,35,000 Decrease
- C ₹ 4,70,000 Increase
- D ₹ 35,000 Increase

**Question : 9**

Blue Prints Ltd. purchased a building worth ₹ 1,50,000, Machinery worth ₹ 1,40,000 and Furniture worth ₹ 10,000 from XYZ Co. and took over its liabilities of ₹ 20,000 for a purchase consideration of ₹ 3,15,000.

Calculate the Goodwill/Capital Reserve to be recorded by Blue Print Ltd.

- A ₹ 35,000 Capital Reserve
- B ₹ 35,000 Goodwill
- C ₹ 3,15,000 Goodwill
- D ₹ 55,000 Goodwill

**Question : 10**

The Directors of Tivoli Plastics Ltd. resolved that 200 equity shares of ₹ 100 each be Forfeited for non-payment of the second and final call of ₹ 30 per share. Out of these, 150 shares were reissued at ₹ 60 per share as fully paid-up. How much amount will be transferred to Capital Reserve Account?

- A ₹ 10,500
- B ₹ 4,500
- C ₹ 6,000
- D ₹ 8,000

**Question : 11**

On 1/4/22, X and Y decided to dissolve their firm. On that date of dissolution, Goodwill appeared at ₹ 5,00,000 in the Balance Sheet. Goodwill will be:

- A Transferred to the debit side of realisation A/C
- B Transferred to the credit side of partner's Capital A/c in their profit sharing ratio
- C Transferred to the credit side of realisation A/c
- D Transferred to cash account

**Question : 12**

From the following information, calculate interest on Capital of C, a partner for the year ended 31st March, 2022.

C's Capital on 31/3/2022: ₹ 12,00,000

Profit credited to C for the year ended 31/3/2022: ₹ 3,00,000

Drawings made during the year: ₹ 1,00,000

Additional Capital introduced on 1/10/21: ₹ 5,00,000

Rate of Interest = 12 % p.a.

- A ₹ 60,000
- B ₹ 1,44,000
- C ₹ 90,000
- D ₹ 1,20,000

**Question : 13**

If the total income earned by Saket Club, a Not-for-Profit organisation is ₹ 2,60,000 and surplus earned is ₹ 85,000, then total expenditure incurred will be:

- A ₹1,85,000
- B ₹1,75,000
- C ₹3,45,000
- D ₹85,000

**Question : 14**

If X share of profit was to be calculated on the basis of Average Profit of the last three years, which were ₹ 1,36,000 for 2018-19, ₹ 1,54,000 for 2019-20 and ₹ 1,00,000 for 2020-21. X share of profit for the period from April 01, 2020 to June 30, 2020 shall be calculated on the basis of Average Profit. The profit sharing ration is 4 : 5 : 1 between X, Y and Z.

His share of profit will be:

- A ₹ 26,000
- B ₹ 13,000
- C ₹ 10,000
- D ₹ 12,000

**Question : 15**

Correct sequence of issue of shares is -

- A. Receipt of Application
- B. Issue of Prospectus
- C. Letter of Allotment of Shares
- D. Letter of Regret

Choose the correct answer from the options given below:

- A A, B, C, D
- B A, B, D, C
- C B, A, C, D
- D C, B, A, D

**Question : 16**

For computing Goodwill by capitalisation of Average Profit method, the following sequence would be followed:

- A. Capitalise the average profit on the basis of Normal Rate of Return
- B. Ascertain the firm's Capital - Total Assets - Outside Liabilities
- C. Ascertain the average profits based on past years' performance
- D. Compute the volume of Goodwill

Choose the correct answer from the options given below:

- A B, C, A, D
- B C, A, B, D
- C A, B, C, D
- D A, C, B, D

**Question : 17**

Earning Capacity of a Company is measured by:

- A Working Capital Ratio
- B Profitability Ratio
- C Solvency Ratio
- D Liquidity Ratio

**Question : 18**

Separate disclosure of cash flows from \_\_\_\_\_ activities is important because they represent the extent to which expenditure have been made for resources intended to generate future income and cash flows:

- A Operating
- B Investing
- C Financing
- D Extraordinary

**Question : 19**

In common size statement, if revenue from operations are ₹ 23,00,000 and other incomes are ₹ 3,00,000, then the percentage of "Total Revenue from Operations" to "Revenue from operations" will be:

- A 110%
- B 113.04%
- C 12.04%
- D 110.04%

**Question : 20**

Which A/c is credited for transfer of interest on Debenture Redemption Fund Investment?

- A Debenture Redemption Fund A/c
- B Debenture Redemption Fund Investment A/c
- C Bank A/c
- D Statement of P & L

**Question : 21**

The directors of a company forfeited 400 equity shares of ₹ 10 each fully called up on which ₹ 1,600 had been paid. All the forfeited shares were reissued upon payment of ₹ 3,000. Calculate the amount transferred to Capital Reserve

- A ₹ 1,600
- B ₹ 600
- C ₹ 1,400
- D ₹ 2,400

**Question : 22**

Raman and Naman were in partnership sharing profit and losses as 3 : 2/ Their partnership firm was dissolved on 31 March 2022 . On the date of dissolution, Naman's loan was ₹ 20,000. Naman agreed to take stock (already transferred to Realisation A/c) of ₹ 15,000 at ₹ 18,000 and balance in cash for the settlement of loan. Journal Entry for above transaction is:

- A Naman's Loan A/c Dr 20,000  
    To Realisation A/c 18,000  
    To cash A/c 2,000
- B Naman's Loan A/c Dr. 20,000  
    To Realisation A/c 15,000  
    To cash A/c 5,000
- C Naman's Loan A/c Dr. 20,000  
    To Realisation A/c 20,000
- D Naman's Loan A/c Dr. 20,000  
    To Realisation A/c 12,000  
    To cash A/c 8,000



**Question : 23**

Calculate the amount of adjusted profit for the year ended 31 March 2021 for the purpose of valuation of Goodwill from the following information:

Profit for the year ended 31 March 2021: ₹ 80,000

On 1 July, 2020, a major plant repair was undertaken for ₹ 10,000 which was charged to Revenue. The said sum is to be capitalised for Goodwill valuation subject to adjustment of depreciation @ 10 % p.a. on reducing balance method.

- A ₹ 90,000
- B ₹ 89,000
- C ₹ 89,750
- D ₹ 89,250

**Question : 24**

Match List I with List II

List I	List II
A. Partner's Salary	I. P & L A/c Dr.
B. Manager's Salary	II. P & L Appropriation A/c Dr.
C. Distribution of Loss	III. P & L A/c Cr.
D. Commission Received	IV. P & L Appropriation A/c Cr.

Choose the correct answer from the options given below:

- A A - I, B - II, C - III, D - IV
- B A - II, B - I, C - IV, D - III
- C A - III, B - II, C - IV, D - I
- D A - IV, B - III, C - II, D - I

**Question : 25**

How will you deal with the following items while preparing for the Bombay Women Cricket Club, its Income and Expenditure Account for the year ending 31st March 2021, and its Balance Sheet, on the same date : Donation for the Pavilion construction ₹ 12,25,000, Expenditure incurred ₹ 10,80,000, Total estimate ₹ 25,00,000.

- A ₹ 1,45,000 to be shown in Liability side of Balance Sheet
- B ₹ 1,45,000 to be shown on the Asset side of the Balance sheet and ₹ 25,00,000 to be shown on Liability side
- C ₹ 12,75,000 to be shown on expenditure side of Income and Expenditure Account
- D ₹ 12,75,000 to be shown on Income side of Income and Expenditure Account

**Question : 26**

X Ltd. has a Current Ratio of 3.5 :1 and Quick Ratio of 2 : 1. If excess of current assets over quick assets represented by inventories is ₹ 24,000. Calculate current liabilities.

- A ₹ 16,000
- B ₹ 56,000
- C ₹ 36,000
- D ₹ 32,000

**Question : 27**

Comparative Statements are also known as:

- A Dynamic analysis
- B Horizontal Analysis
- C Vertical Analysis
- D External Analysis

**Question : 28**

The company purchased plant with a book value of ₹ 1,90,000 from National Victory Company and agreed to pay via issuing 2000, 10% Debentures of ₹ 100 each at a discount of 5%.

Amount that will be credited to 10% Debenture A/c will be:

- A ₹ 1,90,000
- B ₹ 2,00,000
- C ₹ 2,40,000
- D ₹ 10,000

**Question : 29**

Valuation of Goodwill takes place on which of the following occasions:

- A. Incorporation of a new business
- B. Change in profit sharing ratio
- C. Amalgamation of partnership firm
- D. Admission of a partner
- E. Dissolution of firm or closure of business

Choose the correct answer from the options given below:

- A A, B and D only
- B B, C and D only
- C A, C, D only
- D A, B, E only

Question : 30

Following items are categorised under Operating Activities:

- A. Purchase of Goodwill
- B. Transfer to General Reserve
- C. Issue of fresh shares
- D. Gain on sale of machinery

Choose the correct answer from the options given below:

- A B and D only
- B A and B only
- C A and D only
- D B and C only

Question : 31

Match List I with List II

List I	List II
A. Liquidity Ratio	I. Proprietary Ratio
B. Solvency Ratio	II. Current Ratio
C. Activity Ratio	III. Earning per Share
D. Profitability ratio	IV. Current assets turnover ratio

Choose the correct answer from the options given below:

- A A - II, B - I, C - IV, D - III
- B A - III, B - IV, C - I, D - II
- C A - I, B - II, C - III, D - IV
- D A - III, B - II, C - I, D - IV

Question : 32

The money received from applicants to whom no debentures have been allotted will be \_\_\_\_\_.

- A Refunded
- B Adjusted
- C Used later on
- D not refunded

Question : 33

What will be the share of deceased partner, whose ratio was  $\frac{1}{4}$ , if the turnover in year of death till the date of death was ₹ 8,00,000 and in previous year was ₹ 20,00,000? Profit in previous year was ₹ 4,00,000

- A ₹ 40,000
- B ₹ 13,333
- C ₹ 1,60,000
- D ₹ 1,00,000

Question : 34

If Amit, a partner, withdrew ₹ 10,000 per month in the end, what will be the amount of interest on drawing if it is calculated @ 8 % p.a.?

- A ₹ 9,600
- B ₹ 4,800
- C ₹ 5,200
- D ₹ 4,400

Question : 35

Match List I with List II

List I	List II
A. Share forfeiture	I. Reserve Capital
B. Uncalled Capital	II. Pro-rata allotment
C. Over-subscription	III. Capital Reserve
D. Discount on issue of shares	IV. Reissue of shares

Choose the correct answer from the options given below:

- A A - III, B - I, C - II, D - IV
- B A - IV, B - I, C - III, D - II
- C A - II, B - III, C - IV, D - I
- D A - I, B - II, C - IV, D - III

Question : 36

X, Y, Z are partners who decided to dissolve their firm. Realisation expenses were to be borne by Y for which he was to be given remuneration of ₹ 10,000. Actual expenses were ₹ 12,000. How much amount will be transferred to Y's Capital A/c for it?

- A ₹ 22,000
- B ₹ 12,000
- C ₹ 2,000
- D ₹ 10,000

**Question : 37**

The default extension of MS Access (2007) file is:

- A .accdb
- B .end
- C .doc
- D .exe

**Question : 38**

Which of the following statement is not correct?

- A A spreadsheet is a configuration of rows and columns
- B A spreadsheet is different from worksheet
- C Spreadsheet application is a computer programme
- D Spread sheet can be used for making Graphs also

**Question : 39**

The data that is entered in a cell may be either:

- A. Numeric
- B. Alpha-Numeric
- C. Date
- D. Label

Choose the correct answer from the options given below:

- A C and D only
- B A, B and D only
- C A, C and D only
- D A, B and C only

Question : 40

The computerised Accounting System refers to:

- A Processing of Balance Sheet only
- B Processing of Accounting related transactions and produce Records and Reports
- C Processing of accounting related data only
- D Printing of Balance Sheet and Profit and Loss Account

**Passage:**

Read the following information to answer.

On the basis of case study given below, answer the question which follows:

“Mikku an alumni of IIT Delhi, initiated his start-up “Gajanan Ltd.,” in the year 2016. His profit in the year 2020-21 after all appropriation was ₹ 6,25,000. This profit was arrived after taking following items into consideration:

Loss on Sale of fixed Assets	₹ 5,00,000
Goodwill written off	₹ 3,80,000
Transfer to reserve	₹ 3,55,000
Provision for tax	₹ 2,70,000
Interest on Debentures paid	₹ 1,65,000

Other Details are:

Particulars	2020 (in ₹)	2021 (in ₹)
Prepaid Expenses	25,000	10,000
Accrued interest	40,000	68,000
Trade payables	7,00,000	4,00,000
Inventories	6,50,000	5,50,000



**Question : 41**

Net profit before tax will be Rs, \_\_\_\_\_

- A ₹ 9,80,000
- B ₹ 8, 95,000
- C ₹ 12,50,000
- D ₹ 16,30,000

**Question : 42**

Operating Profit before working capital changes will be ₹ \_\_\_\_\_

- A 22,95,000
- B 20,95,000
- C 23,95,000
- D 12.95,000

**Question : 43**

From among the following, choose the item which would be mentioned in financing activity also:

- A Provision for tax
- B Interest on Debenture
- C Goodwill written off
- D Loss on sale of fixed assets

Question : 44

Cash from operating activities before tax will be Rs. \_\_\_\_\_

- A 27,38,000
- B 26,82,000
- C 23,78,000
- D 28,62,000

Question : 45

**Section Name:**ACCOUNTANCY/BOOK KEEPING

**Question:**

Cash flow from Operating Activities will be ₹ \_\_\_\_\_

- A 30,72,000
- B 29,52,000
- C 26,82,000
- D 24,12,000

**Passage:**

Case Study

Read the following information to answer.

Arun and Ram are partners in a restaurant business sharing profits and losses in capital ratio. Their fixed capital from the beginning of the firm was ₹ 2,00,000 and ₹ 1,50,000 respectively.

The profit for the year ended 31 March 2022 before the appropriation of Salary and Interest on Capital was ₹ 2,20,000. Ram is allowed a salary of ₹ 2,000 per quarter and interest on capital @ 10 % p.a.

Due to the further expansion of the business, they decided to enter Sanjeev as a new partner for  $\frac{1}{5}$  share in profits. It was agreed that Sanjeev will bring ₹

1,00,000 as capital and ₹ 50,000 as his share of Goodwill. It was decided that he will give ₹ 1,00,000 as loan to the firm for 3 years.

**Question : 46**

The amount of salary to be shown in the Dr. side of P & L Appropriation A/C will be:

- A ₹ 2,000
- B ₹ 8,000
- C ₹ 12,000
- D ₹ 24,000

**Question : 47**

Interest on capital will be shown on the Dr. side of Profit and Loss Appropriation A/c and \_\_\_\_\_ side of Partner's \_\_\_\_\_ A/c.

- A Cr, Capital
- B Dr, Current
- C Cr, Current
- D Dr, Capital

**Question : 48**

Rate of Interest on loan given by Sanjeev will be:

- A 8% P.A.
- B 10 % P.A.
- C NIL
- D 6 % P.A.

**Question : 49**

The amount of distributed profits of both the partner's will be:

- A ₹ 1,77,000
- B ₹ 2,20,000
- C ₹ 1,71,000
- D ₹ 2,00,000

**Question : 50**

The new profit sharing ratio of Arun, Ram and Sanjeev will be:

- A 1 : 1 : 1
- B 14 : 10 : 6
- C 16 : 12 : 7
- D 3 : 2 : 1