Seven Star International School Bani

Time: 75 Min. Class -XI. Business Studies. MM:40

1. Withdraw of cash from business by proprietor is credit to (1)

a) Drawings A/c b) Capital A/c

c) Cash A/c. d) Bank A)c

2. Bad Debts earlier written off and now received are credited to. (1)

a) Bad Debts A/c. b) Bad Debts Recovered A/c

c) Creditors A/c. d) Debtors A/c

3. Lalit who owed Rs. 20,000 become insolvent. 70 paise in a rupee was received from his estate. Bad Debts account will be debited by: (1)

a) Rs. 20,000. b) Rs. 20,000

. c) Rs. 6,000. d) Rs. 14,000

4. Anil purchased 1000 Gel Roller pens @ Rs. 50 each less Trade discount of 20% purchase account will be debited by. (1)

a) Rs. 50,000. b) Rs. 40,000.

c) Rs. 45,000. d) Rs 60000

5. The process of transferring the transactions from the journal to the Lesnar is called: (1)

a) Journalising b) Posting

c) Balancing . d) Costing

6. GST is a type of: (1)

a) Direct Tax. b) Indirect Tax

c) Income Tax. d) Wealth Tax

7. Which of the following taxes was replaced by GST? (1)

a) VAT. b) Excise Duty

c) Service Tax d) All of these

8. GST charged on inter-state supply of goods and services is called: (1)

a) CGST. b) SGST

c) IGST. d) VAT

9. Goods return by a customer is debit to. (1)

a) Return Outward A/C b) Sales A/C

c) Return inward A/C. d) Purchase A/C

10. Assertion (A): Cash discount allowed is an expense and it shown separately in the books of the firm.

Reason (R) : Cash discount is allowed on timely receipt of due amount and thus is an indirect expense of the firm.

(a) Both Assertion (A) and Reason ® are correct but Reason ® is not the correct explanation of the Assertion (A).

(b) Both Assertion (A) and Reason ® are correct and Reason ® is the correct explanation of the Assertion (A)

11. Pass Journal entries for the following: (18)

(i) Interest due but not received Rs. 4,000.

(ii) Salaries due to staff Rs 25,000.

(iii) Out of the rent paid this year, Rs. 2,000 relates to the next year.

(iv) Provide 10% depreciation on furniture costing Rs. 5,000.

(v) Sold goods to Shyam Rs. 50,000

(vi) Received commission of 10,000 by cheque, half of which is in advance.

(vii) Allow interest on capital 5,000.

(viii) Goods return by Rohit Rs 2,000

ix) Received 19,000 from Bharat in settlement of his account for 20,000.

x) Paid 9,000 to Sohan in settlement of his account for Rs. 10,000.

xi) Goods costing 3,000 distributed as sample (Sales Price 4,000).

xii) Paid Life Insurance Premium 5,000 by cheque.

xiii) Goods destroyed by fire (Sales Price 5,000, Cost 4,000).

xiv) 5,000 due from Ramesh are irrecoverable.

xv)Sohan is declared insolvent. Received from his Official Receiver 60 paise in a Rupee on a debt of 10,000.

xvi) Received cash for a bad debt written off last year 700.

xvii) Goods purchased for 5.000 were taken by the proprietor for personal use.

xviii) Paid to Mohan Rs. 9, 500 in full settlement of his account Rs.10,000