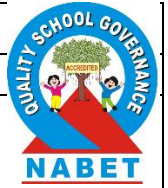




INDIAN SCHOOL DARSAIT
CLASS TEST 4, MAY 2018
ACCOUNTANCY (055)



Class: XI

Max. Marks: 20

Date: 08-05-2018

Time: 40 min.

General Instructions:

(i) All questions are compulsory.

Accounting Equation

1. What is meant Accounting equation? [1]
2. Capital is increased by _____ and _____ [1]
3. What is the treatment of interest on capital in the accounting equation? [1]
4. What is the treatment of outstanding expenses in the accounting equation? [1]
5. What is the treatment of prepaid expenses in the accounting equation? [1]
6. Assets of a business are ₹ 80,000, Liabilities are ₹ 30,000. Calculate capital. [1]
7. How are the following items dealt in Accounting equation? [4x1=4]
 - (i) Interest due (earned), but not received ₹ 4,000
 - (ii) Rent received in advance ₹ 3,500
 - (iii) Insurance premium paid in advance ₹ 6,000
 - (iv) Salaries due (incurred) , but not paid ₹ 12,000
8. From the following transactions, prepare:
 - (i) Accounting Equation [8]
 - (ii) Balance Sheet. [2]

₹

1. Manu started business with cash	2,00,000
2. Furniture purchased for cash	80,000
3. Purchased goods on credit from Rohan	70,000
4. Sold to Ajay goods worth ₹ 20,000 for	30,000
5. Bought motor cycle for personal use	10,000
6. Depreciation on furniture	8,000
7. Interest on drawings	2,000
8. Salary paid by cash	20,000

