CUET UG 2023 Accountancy Question Paper PDF (Jun 16, 2023) (Shift 3)

Q1. Balance of Debenture Redemption Reserve A/c after the redemption of debenture is credited to:
(a) Security Premium Account
(b) Capital Reserve Account
(c) Statement of profit and Loss account
(d) General Reserve Account

Q2. Nawab, Shanaya and Hritik are partners sharing profits and losses in the ratio of 5 : 3 : 2. The partnership deed provides for charging interest on drawings @10% p.a. The drawings of Nawab, Shanaya and Hritik were ₹20,000, ₹15,000 and ₹10,000 respectively. After final accounts have been prepared, it was discovered that interest on drawings has not been charged. The adjusting entry will be:

(a) Shanaya Capital A/c Dr. 75 ---
Hritik Capital A/c Dr. 50 ---
To Nawab Capital A/c 125

(b) Shanaya Capital A/c Dr. 125 --
To Hritik Capital A/c Dr. 50
To Nawab Capital A/c 75

(c) Nawab Capital A/c Dr. 125 --
To Shanaya Capital A/c 75
To Hritik Capital A/c 50

(d) Shanaya Capital A/c Dr. 150 --
Hritik Capital A/c Dr. 100 --
To Nawab Capital A/c 250

Q3. In case of dissolution of partnership firm, all assets, except cash/bank and fictitious assets, are transferred to debit side of:
(a) Capital Account
(b) Current Account
(c) Realisation Account
(d) Bank Account

Q4. Mr. Kunal withdrew ₹10,000 per month at the end of each month from a firm for his personal use during the year ending March 31, 2022. What will be the interest on drawings if charged @8% p.a.?
(a) ₹600
(b) ₹5,200
(c) ₹4,800
(d) ₹4,400

Q5. What are the accounting aspects that are involved at the time of retirement or death of a partner.
(A) Ascertainment of profit or loss upto the date of retirement or death of partner.
(B) Realisation of assets and liabilities that are shown in the books of Accounts only.
(C) Adjustment of capital.
(D) Calculation of new profits sharing ratio and gaining ratio.
(E) Treatment of Goodwill
Choose the correct answer from the options given below:
(a) A, C, D and E only
(b) A, C, and D only
(c) A, B and D only
(d) A, C and E only

Q6. Calculate the Cash Flow from investing activities from the following particulars:

	1.4.2016 (₹)	31.03.2017 (₹)
Machine at cost	5,00,000	9,00,000
Accumulated depreciation	3,00,000	4,50,000

During this year machine costing ₹2,00,000 were sold at a profit of ₹1,50,000 and depreciation charged ₹2,50,000.
(a) ₹3,50,000 outflow
(b) ₹3,50,000 outflow
(c) ₹2,00,000 outflow
(d) ₹3,00,000 inflow

Q7. The proper steps in the preparation of Income and Expenditure accounts are:
A. Exclude Capital receipt and Capital payment
B. Close the account to find out surplus or deficit for current year.
C. Consider only revenue receipts and revenue payment
D. Pursue the receipts and payment account
E. Make adjustment for outstanding and prepaid expenses and income.
Choose the correct answer from the options given below:
(a) A, B, C, D, E
(b) B, C, D, E, A
(c) C, D, E, A, B
(d) D, A, C, E, B

Q8. On retirement of a partner, the retiring partner's capital account will be credited with:
(a) His/her share of goodwill
(b) Goodwill (valued) of the firm
(c) Share of goodwill of remaining partners
(d) Existing goodwill of the firm

Q9. What are the matters that need adjustments at the time of Reconstitution of partnership:
A. Preparation of Realisation A/c
B. Calculation of Sacrificing ratio
C. Distribution of accumulated profits
D. Valuation of goodwill
E. Preparation of partner's loan A/c
Choose the correct answer from the options given below:
(a) A, D, and E only
(b) B, C, and D only
(c) A, B, and C only
(d) A, B, and D only

Q10. Match List I with List II

	List – I		List – II
A.	Dissolution of Agreement	I.	When a partner becomes insane

B.	Dissolution by Court	II.	By the completion of venture
C.	Compulsory dissolution	III.	In accordance with contract between partners
D.	On happening of certain Contingencies	IV.	Event making it unlawful for partners to carry on business

Choose the **correct** answer from the options given below:
(a) A-III, B-I, C-IV, D-II
(b) A-IV, B-II, C-III, D-I
(c) A-III, B-IV, C-I, D-II
(d) A-I, B-III, C-II, D-IV

Q11. Which of the following are cash outflow from Operating Activities.
A. Payment of Dividend
B. Payment of employee benefit expenses
C. Payment of taxes
D. Purchase of Inventory from suppliers
E. Purchase of furniture for cash.
Choose the correct answer from the options given below:
(a) A, B and D only
(b) C, D and E only
(c) B, C and E only
(d) B, C and D only

Q12. Calculate cash flow from financing activities.

	01.04.2016 ₹	31.03.2017 ₹
Long Tern Loans	2,00,000	2,50,000

During the year company repaid a loan of ₹1,00,000.
(a) ₹1,50,000
(b) ₹1,00,000
(c) ₹50,000
(d) ₹2,00,000

Q13. Which of the following are shown in Revaluation A/c?
A. Unrecorded Asset
B. Workmen Compensation Reserve
C. Decrease in fixed Asset
D. Increase in Inventory
E. Drawings of partner
Choose the correct answer from the options given below:
(a) A and B only
(b) B and E only
(c) A, C and D only
(d) C and D only

Q14. Buy back of shares cannot be done out of the following sources:
(a) Open Market
(b) Odd lot shareholders
(c) Employees of the company
(d) Existing Debenture holders

Q15. Match List I with List II

	List – I		List – II
A.	Sacrificing Ratio	I.	New Ratio – Old Ratio
B.	New Ratio	II.	Old Ratio – New Ratio
C.	Gaining Ratio	III.	Old ratio + Gaining Ratio
D.	Value of goodwill	IV.	Average profit × No. of years purchase

Choose the **correct** answer from the options given below:
(a) A-II, B-III, C-I, D-IV
(b) A-III, B-I, C-II, D-IV
(c) A-II, B-I, C-III, D-IV
(d) A-I, B-III, C-II, D-IV

Q16. An extract of Balance Sheet as on 31 March 2023

Liabilities	**₹**	**Assets**	**₹**
Provision for legal damages	4,800	Furniture	41,000
		Premises	85,000

Additional Information:
Premises found under-valued by 15% and provision for legal damages to be created upto ₹6,000.
On the basis of above information pass journal entry at the time of reconstitution of firm.
(a) Revaluation A/c Dr ₹16,500
To Premises A/c ₹15,000
To Provision for legal damages A/c ₹1,500
(b) Premises A/c Dr ₹15,000
To Revaluation A/c ₹15,000
Revaluation A/c Dr ₹1,200
To provision for legal damages A/c ₹1,200
(c) Premises A/c Dr ₹15000
To Revaluation A/c ₹15,000
Provision for legal damages A/c Dr. ₹1,200
To Revaluation A/c ₹1,200
(d) Premises A/c Dr ₹12,750
To Revaluation A/c ₹12,750
Revaluation A/c Dr ₹1,200
To provision for legal damages A/c ₹1,200

Q17. A club received ₹20,000 as subscription during the year 2016-17 of which ₹3,000 relates to the year 2015-16, and ₹2,000 to the year 2017-18; and at the end of year 2016-17, ₹6,000 are still receivable. The amount to be shown in the Income and Expenditure account for the year 2016-17 is:
(a) ₹26,000
(b) ₹17,000
(c) ₹21,000
(d) ₹15,000

Q18. Arrange the following activities in correct order while preparing Cash Flow Statement.
A. Increase in prepaid Insurance.
B. Purchase of Copyrights
C. Operating profit before working capital changes
D. Income tax paid
E. Redemption of preference shares.
Choose the correct answer from the options given below:
(a) A, C, D, E, B
(b) C, A, D, B, E
(c) C, D, A, B, E
(d) A, D, B, C, E

Q19. The term 'Field' as applied to database table means:
(a) Vertical column of table

(b) Size of the table
(c) Horizontal row of the table
(d) Name of the table

Q20. Computerised Accounting System refers to:
(a) Printing of Balance Sheet and Profit and Loss account using computer
(b) Processing of accounting transaction through computer and producing records and reports
(c) Processing of accounting related data and printing reports
(d) Data, Report, Leger, Hardware

Q21. The amount on any calls should not exceed _____ of face value of shares.
(a) 10% of face value of share
(b) 15% of face value of share
(c) 25% of face value of share
(d) 5% of face value of share

Q22. Correct sequences of activities involved in case of admission of a partner is-
A. Calculation of New and Sacrificing ratios
B. Preparing of Revaluation account
C. Preparation of partner's Capital account
D. Adjustments of Capitals
E. Preparation of New Balance Sheet.
Choose the correct answer from the options given below:
(a) B, A, C, D, E
(b) A, B, C, D, E
(c) C, D, E, A, B
(d) E, A, B, C, D

Q23. Record journal entry for the following on dissolution of a firm:
Firm has a stock of ₹2,40,000. Arun, a partner took over 50% of the stock at a discount of 15%-

(a) Bank A/c	Dr	₹1,02,000	
To Realisation A/c			₹1,02,000
(b) Realisation A/c	Dr.	₹1,02,000	
To Arun's Capital A/C			₹1,02,000
(c) Arun's Capital A/c	Dr	₹1,02,000	
To Realisation A/c			₹1,02,000
(d) Stock A/c	Dr	₹1,02,000	
To Realisation A/c			₹1,02,000

Q24. A, B and C are partners profits in the ratio of 4:3:2. A retired, B and C decided to take his share in the ratio of 3:2. Calculate B's gain.
(a) $\frac{4}{15}$
(b) $\frac{12}{48}$
(c) $\frac{4}{18}$
(d) $\frac{12}{40}$

Q25. The correct sequence involved in calculation of goodwill by weighted average profit method is:
A. Adjust the profit taking into account abnormal gain/losses.
B. Multiply the weighted average profit by number of years of purchase.
C. Assign weight to each year's profit
D. Find out weighted average profit by dividing total weighted profit by total weight.
E. Find out weighted profit.
Choose the correct answer from the options given below:
(a) A, C, E, D, B
(b) A, B, C, D, E
(c) B, C, D, E, A
(d) C, D, E, A, B

Q26. The dissolution of partnership firm takes place in following order.
A. Outsiders' liabilities are paid out.
B. Partner's capital account is settled.
C. All assets and outside liabilities are transferred to realisation account
D. Partner's loan is repaid in proportion
E. Assets are sold and realised
Choose the correct answer from the options given below:
(a) B, E, D, C, A
(b) C, E, A, D, B
(c) A, D, E, B, C
(d) C, A, D, E, B

Q27. If a share of ₹50, on which ₹40 is called-up and ₹35 is paid, is forfeited, then with what amount the share capital account will be debited?
(a) ₹50
(b) ₹40
(c) ₹35
(d) ₹30

Q28. Salaries and wages are shown in the Statement of Profit and Loss under the head:
(a) Finance Cost
(b) Other Income
(c) Other Expenses
(d) Employee Benefit Expenses

Q29. The item that is not recorded in the Income and Expenditure account is:
(a) Subscription received for current year
(b) Subscription for the previous year received in current year
(c) Subscription for the current year received in previous year
(d) Subscription outstanding for current year not yet received

Q30. At the time of dissolution of partnership firm, following accounting adjustments are considered:-
A. Partner's current A/C are transferred to respective partner's loan A/C.
B. Accumulated losses are transferred to partners capital A/c in profit sharing ratio.
C. All assets except cash and fictitious assets are transferred to debit side of Realisation A/c.
D. Partners' loans are transferred to Realisation A/c.
E. All external liabilities are transferred to the credit side of Realisation A/c.
Choose the correct answer from the options given below:
(a) A, B and C only
(b) B, C and D only
(c) C, D and E only
(d) B, C, and E only

Q31. Match List I with List II

	LIST – I		LIST – II
A.	Voting Rights	I.	Debentures
B.	Artificial person	II.	Shareholders
C.	Convertible	III.	Shares
D.	Not secured by any charge	IV.	Company

Choose the correct answer from the options given below:
(a) A-I, B-IV, C-III, D-II
(b) A-IV, B-I, C-III, D-II
(c) A-II, B-IV, C-III, D-I
(d) A-II, B-IV, C-I, D-III

Q32. On the admission of a partner, increase in the value of asset is debited to:
(a) Profit and Loss adjustment A/c
(b) Asset A/c
(c) Old Partners Capital A/c
(d) Profit and Loss Account

Q33. Match List I with List II – When the partner's capital is fixed.

	LIST – I		LIST – II
A.	Additional capital introduced	I.	Credit side of current account
B.	Withdrawal of capital	II.	Debit side of current account
C.	Drawings	III.	Debit side of partner capital account
D.	Salary payable to partner	IV.	Credit side of partner capital account

Choose the correct answer from the options given below:
(a) A-IV, B-III, C-II, D-I
(b) A-I, B-II, C-III, D-IV
(c) A-II, B-I, C-III, D-IV
(d) A-II, B-III, C-IV, D-I

Q34. Which section of Companies Act, 2013 defines cash flow statement-3 (AS-3)?
(a) Section 3(1)
(b) Section 2(40)
(c) Section 3(2)
(d) Section 2(5)

Q35. Match List I with List II

	List – I		List – II
A.	Issued Capital	I.	Amount of capital company is authorised to issue
B.	Authorised Capital	II.	Part of capital which has not been called
C.	Called-up Capital	III.	Amount of capital issued to public
D.	Uncalled Capital	IV.	Part of capital called by the company

Choose the correct answer from the options given below:
(a) A-III, B-I, C-IV, D-II
(b) A-III, B-I, C-II, D-IV
(c) A-II, B-I, C-IV, D-III
(d) A-I, B-II, C-III, D-IV

Q36. A and B are partners in a firm sharing profit in 4:1 ratio. They admitted "C" as a new partner for 25% share in the profit, which he acquired wholly from A. Determine the new profit-sharing ratio.
(a) 11:4:5
(b) 4:1:1
(c) 3:1:1
(d) 8:1:1

Q37. The Journal entry for payment of unrecorded liability at the time of admission of partner is:

(a) Unrecorded liability A/c Dr	xxx	----
To Revaluation A/c	----	xxx
(b) Unrecorded liability A/c Dr	xxx	----
To Cash A/c	---	xxx
(c) Revaluation A/c Dr	xxx	----
To Cash	----	xxx
(d) Liability A/c Dr	xxx	----
To Revaluation A/c	----	xxx

Q38.

Particulars	01.04.14 amount ₹	31.03.15 amount ₹
Creditor for medicines	25,000	17,000
Stock of medicines	62,000	54,000
Advance to supplier of medicine	11,500	18,200

Amount paid for purchase of medicine during the year 2014-15 was ₹3,70,000. The amount of medicine consumed during the year 2014-15 was:
(a) ₹3,70,000
(b) ₹3,63,300
(c) ₹3,83,000
(d) ₹3,63,000

Q39. The mathematical operator is represented by asterisk (*) is:
(a) Exponentiation
(b) Addition
(c) Subtraction
(d) Multiplication

Q40. Receipt and payment account records:
(a) Only capital item
(b) Only revenue item
(c) All outstanding expenses
(d) All receipts and payments realised and made during the year

Direction (Q41.-Q45.) Read the following information carefully and answer the question.
A Limited took over assets of ₹3,00,000 and liabilities of ₹10,000 from X and co. Ltd. for an agreed purchase consideration of ₹2,70,000 to be satisfied by issue of 10% debentures of ₹100 each at a premium of 20%.
The company also took a loan of ₹10,00,000 from Punjab National Bank and issued 10% debentures of ₹12,00,000 of

₹100 each as collateral security. The rate of Interest on loan is 12% p.a.

Q41. Calculate the amount of fixed obligation of the company.
(a) ₹22,500
(b) ₹1,20,000
(c) ₹1,42,500
(d) ₹2,62,500

Q42. The amount of Capital Reserve is:-
(a) ₹3,00,000
(b) ₹10,000
(c) ₹2,70,000
(d) ₹20,000

Q43. Calculate the number of Debentures issued by A Ltd. for consideration other than cash:-
(a) 2,250
(b) 2,500
(c) 14,250
(d) 12,250

Q44. 'Discount on issue of debenture', which is to be written off under one operating cycle is shown under:-
(a) Other Non-current Assets
(b) Other Current Assets
(c) Other Non-current Liabilities
(d) Other Current Liabilities

Q45. Loan taken by A Ltd from Punjab National Bank will be classified under following head.
(a) Shareholders' fund
(b) Current Liabilities
(c) Non-current Liabilities
(d) Non-current Assets

Direction (Q46. to Q50.) Read the following information carefully and answer the question.
The Balance Sheet of ABC Ltd as at 31 March 2022:-

Liabilities	**Amount (₹)**	**Assets**	**Amount (₹)**
Share capital: Equity (₹. 10)	4,00,000	Fixed Assets	9,50,000
12% preference shares	1,00,000	Current Assets	2,34,000
General Reserve	1,84,000		
10% Debentures	4,00,000		
Current Liabilities	1,00,000		
	11,84,000		11,84,000

Additional information:
1. Market price of share = ₹34
2. Net profit after tax = ₹1,50,000
3. Tax = ₹50,000

Q46. The return on investment will be:
(a) 35.07%
(b) 26.67%
(c) 17.50%
(d) 22.14%

Q47. Shareholder's fund will be:
(a) ₹6,84,000
(b) ₹5,00,000
(c) ₹4,00,000
(d) ₹5,84,000

Q48. Earning Per Share (EPS) will be:
(a) ₹3
(b) ₹3.75
(c) ₹3.45
(d) ₹2.76

Q49. Book value per share will be:
(a) ₹10
(b) ₹14.60
(c) ₹11.68
(d) ₹12.1

Q50. The Price Earning (P/E) ratio will be:
(a) 9.86 times
(b) 10 times
(c) 11.67 times
(d) 12 times