CUET UG 2023 Accountancy Question Paper PDF (May 30, 2023) (Shift 1)

1. Identify the basis on which share of Profit or Loss of deceased partner is calculated from the date of last balance sheet to the date of death of that partner.
   (a) Time Basis
   (b) Sales Basis
   (c) Either Time Basis or Sales Basis
   (d) Product basis

2. Which of the following statements are true in case of a corporation ?
   (A) Memorandum of Association is also known as statement in Lieu of Prospectus.
   (B) Paid up capital can exceed called up capital.
   (C) Capital Reserves are created from capital profits.
   (D) The part of capital which can be called up only on winding up of the company is called Reserve Capital.
   (E) Minimum subscription must be at least 90% of the shares issued.

   Choose the correct answer from the options given below:
   (a) (C), (D) and (E) only (b) (A) and (B) only
   (c) (A), (B) and (C) only (d) (A), (D) and (E) only

3. Match **List-I** with **List-II**.

List - I	List - II
(A) Minimum Subscription	(I) Fundamental provisions & important clause of company's constitution
(B) Prospectus	(II) 90% of issued amount according to SEBI
(C) Reserve Capital	(III) Invitation to the public for Subscription of shares
(D) Memorandum of Association	(IV) Reserved portion of uncalled capital

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

4. From the following select the method(s) of Redemption of Debentures.
   (A) Lumpsum payment made at the end of specified period of time.
   (B) Instalment payments made by drawing of lots.
   (C) Purchase from open market
   (D) Selling fixed Assets in open market
   (E) Conversion into Shares and Debentures

   Choose the **correct** answer from the options given below:
   (a) (A) and (B) only
   (b) (D) only
   (c) (C) and (E) only
   (d) (A), (B), (C) and (E) only

5. Calculate the amount of Tax made to be added to net profits after tax and extra ordinary items for the year ended March 31'2023 :

Balance Sheet (Extract)

Particular	Note No.	31 Mar'23	31 Mar'22
Short Term Provision (Provision For tax)		₹ 80000	₹ 1,10,000

   Additional information :
   Tax paid during the year 2022-23 was ₹1,20,000.
   (a) ₹80,000 (b) ₹1,10,000
   (c) ₹1,20,000 (d) ₹90,000

6. At the time of retirement of a partner, the retiring partner's Capital account will be credited with:
   (a) His/Her share of Goodwill
   (b) Goodwill of the firm
   (c) Share of Goodwill of remaining partners
   (d) Undistributed losses

7. Following is the extract of Balance sheet of Mayur Ltd.

Particular	Note No.	31 Mar'23	31 Mar'22
EQUITY AND LIABILITIES Current Liabilities Other Current Liabilities	1	₹30000	₹20,000

Notes to Accounts

Other Current Liabilities	31 Mar'22	31 Mar'21
Unclaimed Dividend	30,000	20,000

   Proposed Dividend for the year ended Mar. 31'21 was ₹2,50,000 and for the Mar. 31'22 was ₹3,50,000.
   What will be the amount of Dividend paid as an outflow in financing activities for year ended Mar. 31'2022 ?
   (a) ₹3,40,000 (b) ₹2,20,000
   (c) ₹2,40,000 (d) ₹2,50,000

8. Match **List-I** with **List-II**.

List - I	List - II
(A) Loss on Sale of Sinking Fund Investment	(I) Capital to be called up on winding up of company
(B) Sinking Fund account	(II) Writing off of discount allowed on any security of the company
(C) Reserve Capital	(III) Balance Sheet - Reserve & Surplus
(D) Security Premium	(IV) Debit in Sinking Fund Account

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

9. Calculate the amount of A's Commission from the following items :
Net profit before commission ₹ 1,65,000 and Mr. A is entitled for a commission of 10% of net profit after charging such commission.
(a) ₹16,500 (b) ₹15,000
(c) ₹16,000 (d) ₹15,500

10. The personal assets of the partners can be used to pay off firm's debts, if firm's assets are not sufficient, in which of the following feature of partnership is highlighted above?
(a) Agreement
(b) Mutual Agency
(c) Unlimited Liability of Partners
(d) Sharing of Profits

11. Accounting transaction consists of four data elements. Three of them are account accounting code, and date of transaction. Identify the fourth data element from the option given below
(a) Information (b) Amount
(c) Seller (d) Sequence

12. Select the Liabilities which are shown in the Balance Sheet of a Not-for-Profit Organization :
(A) Bank Overdraft
(B) Contingent Liabilities
(C) Legacies received during the year.
(D) General Fund.
(F) Subscription Received in Advance.
Choose the correct answer from the options given below:
(a) (A), (B), (D) and (E) only
(b) (A), (B), (C) and (E) only
(c) (A), (C), (D) and (E) only
(d) (A), (C), and (E) only

13. Anthony Ltd. invited applications for 2,00,000 shares of ₹ 10 each payable ₹ 3 on application, ₹ 5 on allotment and balance on call. Public had applied for 3,20.000 shares out of which applications for 70,000 shares were rejected and remaining were allotted on pro-rata basis. Determine the amount to be received by company with allotment, if Mohan holding 10,000 shares paid all h is dues a long with allotment.
(a) ₹ 8,70,000 (b) ₹ 10,20,000
(c) ₹ 8,50,000 (d) ₹ 10,00,000

14. A spread sheet is also known as:
(a) Worksheet
(b) Horizontal and Vertical Vector
(c) MS- Excel
(d) Rows and Columns sheet

15. Goodwill of the firm was valued at ₹ 6,00,000 being valued at 3 years purchase of super profits. If normal rate of return was 10% and actual profits amounted to ₹ 3,50,000. Determine Capital Employed.
(a) ₹ 15,00,000 (b) ₹ 35,00,000
(c) ₹ 60,00,000 (d) ₹ 20,00,000

16. Which of the following is excluded in Cash Flow Statement?
(a) Acquisition of machinery by issue of equity shares
(b) Shares issued at a premium
(c) Debentures issued at a discount
(d) Sale of machinery against bank draft

17. A company issued 30,000, 9% Debenture of ₹100 each, at 5% premium. These debentures are to be redeemed at 15% premium at the end of 4 years. Existing Balance in Securities Premium before Issue of Debentures was ₹80,000. Identify the amount to be debited to Statement of Profit and Loss for writing off Loss on issue of Debentures.
(a) ₹ 4,50,000 (b) ₹ 2,20,000
(c) ₹ 2,25,000 (d) ₹ 3,70,000

18. Rearrange the phrases in correct sequence of Cash Flow Statements :
(A) Closing Balance of Cash
(B) Repayment of Bank Loan
(C) Purchase of Machinery
(D) Net profit before tax and extraordinary items
(E) Adding and Deducting the changes in working capital
Choose the correct answer from the options given below:
(a) (D), (E), (C), (B), (A) (b) (D), (E), (A), (C), (B)
(c) (A), (D), (E), (B), (C) (d) (D), (A), (B), (C), (E)

19. Arrange the following in a correct sequence, for preparing Cash Flow Statement:
(A) Cash flows from Operating Activities.
(B) Cash flows from Financing Activities.
(C) Cash flows from Investing Activities.
(D) Net Increase in Cash and Cash equivalents.
(E) Cash and Cash Equivalents in the end.

Choose the correct answer from the options given below:

(a) (A), (B), (C), (D), (E)

(b) (A), (C), (B), (D), (E)

(c) (A), (B), (C), (E), (D)

(d) (A), (C), (B), (E), (D)

20. Arrange the following in correct sequence according to the form and content of statement of Profit and Loss.

(A) Employee Benefit Expenses

(B) Tax provided

(C) Revenue from operations

(D) Purchase of stock in Trade

(E) Dividend Income

Choose the correct answer from the options given below:

(a) (C), (E), (D), (A), (B)

(b) (C), (D), (E), (B), (A)

(c) (C), (D), (E), (A), (B)

(d) (C), (A), (B), (D), (E)

21. Jindal Ltd. purchased a machine from Auto Ltd. for ₹ 38,00,000. As per purchase agreement ₹ 8,00,000 was paid in cash and balance by issuing of shares of ₹ 100 each at 20% premium. Calculate the number of shares issued.

(a) 30,000 (b) 25,000

(c) 37,500 (d) 24,000

22. In the absence of partnership deed, which of the following statement is **correct** ?

(a) Interest on partners' Capital will be allowed @ 6% p.a.

(b) Interest on partner s' Loan is to be given @ 6% p.a.

(c) Profits are shared in the ratio of Capital

(d) Interest on Drawing is to be charged @ 6% p.a.

23. Match **List-I** with **List-II**.

List - I	List - II
(A) No. of years purchase	(I) Excess of average profit over normal profit
(B) Super profit	(II) Expected profit in the industry
(C) Normal profit	(III) Total profit divided by number of years
(D) Average profit	(IV) No. of years the firm continues to earn same profit

Choose the correct answer from the options given below:

(a) (A)-(IV), (B)-(I), (C)-(II), (D)-(III)

(b) (A)-(II), (B)-(I), (C)-(IV), (D)-(III)

(c) (A)-(I), (B)-(IV), (C)-(II), (D)-(III)

(d) (A)-(III), (B)-(IV), (C)-(II), (D)-(I)

24. Current Investment is a part of which of the following activities ?

(a) Operating Activities

(b) Investing Activities

(c) Financing Activities

(d) Cash and Cash equivalents

25. Arrange the following terms related to Share Capital in a correct sequence :

(A) Subscribed Capital

(B) Authorised/Registered or Nominal Capital

(C) Issued Capital

(D) Paid-up Capital

(E) Called up Capital

Choose the correct answer from the options given below:

(a) (B), (C), (A), (E), (D)

(b) (B), (C), (D), (A), (E)

(c) (B), (C), (D), (E), (A)

(d) (B), (C), (A), (D), (E)

26. According to partnership Act, if the deed is silent then the profit sharing ratio will be : (Assuming there are only two partners)

(a) In partners' capital ratio

(b) 1 : 2

(c) 2 : 1

(d) Equality

27. If a company fails to receive minimum subscription within 120 days from the date of issue of the prospectus. In how many days should company refund the amount of application money from the date of Issue of Prospectus ?

(a) 150 days (b) 230 days

(c) 130 days (d) 120 days

28. In the absence of partnership deed, identify the rate of interest that should be charged on the drawings of a partner.

(a) 6%

(b) 6% p.a.

(c) As decided by the partner, who had withdrawn money as drawing

(d) No interest is to be charged

29. Identify the term that refers to the processing of accounting transaction through the use of hardware and software in order to produce accounting records and reports.

(a) DBMS (b) CAS

(c) GAAP (d) MIS

30. PK Ltd. issued 30,000, 12% Debentures of ₹100 each at 10% premium. Full amount was payable on Application. Public had applied for 40,000 Debentures, pro-rata allotment was made to applicants of 36,000 debentures. Determine the amount to be refunded at the time of allotment of debentures.

(a) ₹10,00,000 (b) ₹11,00,000

(c) ₹4,00,000 (d) ₹4,40,000

31. Select the Factors affecting the value of goodwill of a firm from the following.

(A) Financial Soundness of Employees employed in the organisation.

(B) Nature of business affects Goodwill of a firm.

(C) Centrally located business enjoy more Goodwill.

(D) Limited Competition help firm to earn more and thus their goodwill will be high.

(E) Efficiency of Management has no direct influence on Goodwill of a firm.

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) (A), (C) and (E) only

32. The income arising from bequest or gifts used for specific purpose is termed as ______.

(a) Endowment Fund (b) Legacies

(c) Government Grant (d) Special Fund

33. P, Q, R are partners sharing profits in 2 : 2 : 1, they admitted S for 1/8 share which he acquired entirely from P. Calculate new profit sharing ratio ?

(a) 11 : 16 : 8 : 5 (b) 1 : 1 : 1 : 1

(c) 2 : 2 : 1 : 1 (d) 2 : 2 : 1 : 8

34. Match **List-I** with **List-II**.

List - I	List - II
(A) Excess of actual profits over the normal profits	(I) Revaluation Account
(B) Unrecorded assets of the firm brought into books	(II) Compulsory dissolution of a partnership firm
(C) Business of the firm becomes illegal	(III) Super Profit
(D) Death of a partner	(IV) Dissolution of Parb1crship

Choose the correct answer from the options given below:

(a) (A)-(III), (B)-(IV), (C)-(II), (D)-(I)

(b) (A)-(III), (B)-(IV), (C)-(I), (D)-(II)

(c) (A)-(III), (B)-(I), (C)-(IV), (D)-(II)

(d) (A)-(III), (B)-(I), (C)-(II), (D)-(IV)

35. Kumar, Lakshya, Manoj and Naresh are partners sharing profits; in the ratio of 3 : 2 : 1: 4. Kumar retires and his share is acquired by Lakshya and Manoj in the ratio of 3 : 2. Calculate new profit sharing ratio of remaining partners.

(a) 3 : 2 : 1

(b) 9 : 6 : 4

(c) 19 : 11 : 20

(d) 1 : 2 : 2

36. Identify the Cases when Revaluation Account is prepared.

(A) Admission of a partner

(B) Dissolution of a partnership firm

(C) Retirement of a partner

(D) Change in the profit sharing ratio among existing partners

(E) Adjustment of Capitals of partners

Choose the correct answer from the options given below:

(a) (A), (C) and (D) only

(b) (A), (C) and (E) only

(c) (A), (D) and (E) only

(d) (A), (B), (C) and (D) only

37. Identify which of the following, is prepared on accrual basis :

(a) Cash Book

(b) Receipt and Expenditure Account

(c) Receipt and Payment Account

(d) Income and Expenditure Account

38. Balance Sheet

Liabilities	₹	Assets	₹
		Debtor ₹2,10,000 (-) Provision for Doubtful Debts ₹18,000	1,92,000

Additional Information :

(i) Bad debts amounted to ₹ 10,000

(ii) Create provision for doubtful debts @ 10% of debtors.

Based on the given details Revaluation Account will be :

(a) Debited by ₹ 22,000

(b) Credited by ₹ 22,000

(c) Debited by ₹ 12,000

(d) Credited by ₹ 12,000

39. Match **List-I** with **List-II**.

List - I	List - II
(A) Sale of Investment	(I) Financing Activity
(B) Depreciation written off	(II) Added to calculate Operating Activities
(C) Repayment of Long-term borrowings	(III) Investing Activity
(D) Increase in current Asset	(IV) Deducted from Operating Profit before working capital changes

Choose the correct answer from the options given below:

(a) (A)-(III), (B)-(IV), (C)-(I), (D)-(II)

(b) (A)-(III), (B)-(II), (C)-(I), (D)-(IV)

(c) (A)-(IV), (B)-(III), (C)-(I), (D)-(II)

(d) (A)-(I), (B)-(II), (C)-(III), (D)-(IV)

40. The need of codification is ______.

(a) Encryption of data

(b) Generation of mnemonic code

(c) To secure the accounts, reports, etc.

(d) Easy to process data, keeping proper records

Direction Based on following case, answer question.

Nayana and Arushi were partners sharing profit equally. Their Balance Sheet as at March 31, 2017 was as follows:

Balance Sheet of Nayana and Arushi as on March 31, 2017

Liabilities	Amount ₹	Assets	Amount ₹
Captials: Nayana 1,00,000	1,50,000	Bank	30,000
Arushi 50,000	20,000	Debtors	25,000
Creditors	10,000	Stock	35,000
Arushi's Cunenl account	15,000	Furniture	40,000
Workmen Compensation	5,000	Machinery	60,000
		Nayana's current account	10,000
Reserve Bank overdraft	2,00,0000		2,00,000

The firm was dissolved on the above date:

(1) Nayana took over 50% of the stock at 10% less on its book value, and the remaining stock was sold at a gain of 15%. Furniture and Machinery realised for Rs. 30,000 and Rs. 50,000 respectively.

(2) There was an unrecorded investment which was sold for ₹34,000

(3) Debtors realised 90% only and ₹1,200 were recovered for bad debts written-off last year.

(4) There was an outstanding bill for repairs which had to be paid for ₹2,000

41. Calculate the amount realised from remaining stock sold at a gain of 15%

(a) ₹20,125 (b) ₹17,500
(c) ₹14,875 (d) ₹38,875

42. Calculate the amount paid to creditors :

(a) ₹27,000 (b) ₹22,000
(c) No amount was paid (d) ₹20,000

43. What will be the treatment of Workman Compensation Reserve at the time of dissolution ?

(a) Workmen Compensation Reserve will be Credited to workers account.
(b) No entry will be made.
(c) It should be transferred to Realisation A/c on the debit side and payment to be made on the Credit side.
(d) Nayana's and Arushi's Capital A/c will be credited with ₹7500 each and workmen Compensation account will be debited with ₹15000.

44. How treatment will be done to the current account of partner at the time of dissolution of firm ?

(a) All the necessary transactions are done in partners current account and the balance will be transferred to fixed capital account of partner.
(b) Current account balance will be carried to partners fixed capital and then all transactions will be done in fixed capital account.
(c) Current account of partners will be settled by paying off and other transactions will be done in fixed capital account.
(d) Current account and Fixed capital account are kept separate.

45. Calculate the total amount realised in Cash/Bank at the time of dissolution of the firm from sale of assets & recovery :

(a) ₹1,16,200
(b) ₹1,57,825
(c) ₹1,56,623
(d) ₹1,54,200

Direction: (46-50) Based on following information of a company as at 31 March, 2017. Answer question.

Items	₹
Inventory	1,00,000
Total Current Assets	1,60,000
Shareholders Fund	4,00,000
13% Debentures	3,00,000
Current liabilities	1,00,000
Net Profit before Tax	3,51,000
Cost of Revenue from operations	5,00,000

46. What will be the Current Ratio of Company ?

(a) 16 times
(b) 2.6 : 1
(c) 2 : 1
(d) 1.6 : 1

47. Calculate Liquid Assets and Quick Ratio of the Company.

(a) ₹60,000; 0.6 : 1
(b) ₹1,00,000 ; 1 : 1
(c) ₹1,60,000; 1.6: 1
(d) ₹2,60,000 ; 2.6 : 1

48. Calculate Debt Equity Ratio

(a) 2 : 1 (b) 1 : 1
(c) 0.75 : 1 (d) 0.50 : 1

49. The Interest Coverage Ratio of the company will be :

(a) 12 times (b) 10 times
(c) 30 times (d) 8 times

50. The Inventory Turnover Ratio will be :

(a) 4.5 times (b) 7 times
(c) 6 times (d) 5 times