

St. Mary's School, Dwarka
Holiday Homework
Class XI
Subject: Accountancy
Week 2
Worksheet 2

No. of questions:10

M.M:25

- Q.1 What do you mean by Bad debts? 1
- Q.2 Amount invested by the proprietor in the business is called..... 1
- (a) Cash in hand (b) Fixed asset
- (c) Current asset (d) Capital
- Q.3 Which of the following activities of the business will result in creation of liability for the business? 1
- (i) Purchased goods and paid in cash
- (ii) Purchased goods on a promise to pay in 20 days
- (iii) Purchased machinery and paid by cheque
- (iv) Sold goods and payment received in cash
- Q.4 Chintan bought goods of 8,000 from Chetan on credit. Which of the following statement is true? 1
- (a) Chintan owes to Chetan
- (b) Chetan is part of trade payables of Chintan
- (c) Chintan is part of trade receivables of Chetan
- (d) All of the above
- Q.5 Define the following terms: 3
- (a) Drawings (b) Revenue (c) Depreciation
- Q.6 Alok who runs a garment store bought garments from garment factory for 42,000. It sold garments of 20,000 for 26,000. An NGO wanted to purchase some garments for free distribution. Alok sold them garments costing 12,500 at the cost price. He also bought two ceiling fans for 3,000 for installing in the showroom and two wooden racks of 10,000 each for displaying garments in the store. Alok's friend Umesh liked the wooden racks and asked Alok to sell one of the rack as he needed one urgently. Alok sold one rack to Umesh at the cost price of 10,000. Answer the following questions:
- i) What is the amount of 'Purchases' by Alok?
- (ii) What is the amount of Sales' by Alok? 3
- Q.7 Name and explain the branch of commerce, which keeps a record of monetary transactions in a set of books. 3
- Q.8 A company making medicines (Pharmaceutical Company) had following transactions.
1. Salaries paid to staff
 2. Paid for telephone bills
 3. Bought a machinery
 4. Paid for raw material purchased
 5. Cash received from customers who bought medicines
 6. Tax paid to the government
 7. Paid for construction of new factory building
 8. Paid for repairing of machinery

Classify these transactions as: (a) Revenue Expenditure (b) Capital Expenditure (c) It is not a expenditure at all.

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Q.9 Explain the following:

(i) Capital receipts (ii) Expenditure (iii) Deferred revenue expenditure (iv) Fictitious asset 4

Q.10 Explain the qualitative characteristics of accounting.

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