

0258

BOARD OF INTERMEDIATE EDUCATION, HYDERABAD
Model Question Paper Commerce -II

Time: 3 Hrs

PART-I (50 Marks) Max Marks:100

Section -A

2x10=20

I Answer any two (2) of the following questions in not exceeding 40 lines each question carries 10 Marks

1. What is stock Exchange ? Explain its functions ?
2. Define banking & Explain its primary functions ?
3. Define Entrepreneur & Explain the characteristics ?
4. Explain the principles of management ?

Section-B

4x5=20

II Answer any four (4) of the following questions in not exceeding 20 lines each, each question carries 5 Marks.

5. What are the differences between primary market & Secondary market?
6. What are the various types of Retail Loans? Explain.
7. Define insurance ? explain the secondary functions of insurance.
8. How the special support is extended by the Government of Telangana to the SC/ST entrepreneurs in our state?
9. What are the features of internal trade?
10. How internal trade & international trade differ ?
11. Distinguish between unity of command & unity of Direction.
12. Define organizing & explain the steps in organizing.

Section-C

5x2=10

Answer any five (5) of the following questions in not exceeding 5 lines each, each question carries 2 Marks.

13. What are Mutual Fund ?
14. Who is a Stag ?
15. What is Savings Account ?
16. What is an Overdraft ?
17. What is whole life policy ?
18. Who are Fabian Entrepreneurs ?
19. What are Bridge loans ?
20. What is the wholesale trade ?
21. Who are Cheap jacks ?
22. What do you mean by Staffing?

PART-II (50 Marks)

Section -D

Answer the following question

1x20= 20

23. Raju and Rao are partners sharing profits and losses in the ratio of 3:2. Their balance sheet as on **31st March 2020** was as under.

Liabilities	Amount	Assets	Amount
Sundry creditors	1,50,000	Cash at bank	2,00,000
Bills payable	2,00,000	Sundry Debtors	2,00,000
General Reserve	1,00,000	Stock	3,00,000
Capitals:		Furniture	1,00,000
Raju	4,00,000	Machinery	1,00,000
Rao	3,00,000	Lang & Building	2,50,000
	11,50,000		11,50,000

They decided to admit Mr. Reddy into partnership by giving him 1/4th share in future profits of the firm on the following conditions;

- a. Reddy is to bring Rs.2,50,000 as capital and Rs.1,00,000 as goodwill in cash
- b. stock and furniture to be depreciated by 10%
- c. make a provision of 5% on sundry debtor.
- d. Land & Buildings are to be appreciated by 20%

Prepare necessary ledger accounts and show the new balance sheet.

Section –E

Answer any one of the following questions

1x10=10

24. Distinguish the differences between the consignment & sale.
25. Sneha of Secunderabad sent sports material worth Rs.60,000 to Amrapali of Adilabad on consignment basis. Sneha spent Rs. 2,000 for insurance. Amrapali while taking the goods spent Rs.1,000 for transport Rs.500 for godown rent 80% of Stock was sold out for Rs.95,000. Her commission is 5%. The balance due was sent by bank draft. Prepare necessary ledger accounts in the books of Sneha.
26. From the following receipts payments accounts prepare Income of Expenditure A/c of Sports club Karimnagar.

Receipts	Amount	Payments	Amount
To Subscriptions	15,000	By Land	30,000
To Donations	50,000	By Buildings	40,000
To Legacies	10,000	By Furniture	10,000
To Entrance fee	5,000	By Sports material	11,500
To Life Membership fee	3,000	By Sports Expenditure	6,000
To Sports income	17,000	By General Expenses	2,000
To Sundries	5,000	By Magazines	2,000
To Sale of Old News Papers	500	By Balance C/d	4,000
	1,05,500		1,05,500

Addl. Information :

1. Capitalize 50% of the Donations, legacies, entrance fee & life membership fee.
2. Subscriptions still outstanding amount to Rs.5,000
3. Depreciate sports material & furniture by 10%

Section-F**Answer any two of the following questions 2x5=10**

27. Srikanth purchased a machine on 1st April 2016 for Rs. 40,000. Depreciation is provided on machinery at 10% on straight line method. Prepare machinery account for four years.
28. What is donation? Explain the types of donations.

29. **From the following details prepare Receipts & Payments accounts of the Hyderabad club for the year ending 31.3.2020.**

Opening cash in hand	Rs.2,800
Opening cash at bank	Rs.5,600
Subscriptions received	Rs.29,000
Donations collected	Rs.8,000
Honorarium paid	Rs.6,000
Rent paid	Rs.4,000
Tournament expenses	Rs.2,000
Shares purchased	Rs.2,000
Entrance fee received	Rs.6,000
Paid for internet connection	Rs.1,500
Dinner expenses	Rs.1,000
Cash in hand at the end	Rs.2,000

30. What are the causes of depreciation?
31. Explain five advantages of computerized accounting
32. Explain any five differences between Manual and Computerized Accounting system.

Section -G**Answer any five of the following question 5 x 2 =10**

33. What is diminishing balance method?
34. What is consignment?
35. What is delcredere commission.
36. What is subscriptions
37. What do you mean by legacy
38. What is goodwill
39. What is ratio of gaining

40. A & B are sharing profits & losses in the ratio of 4:3 "C" was admitted into business for $\frac{1}{8}$ th share in future profits calculate new profit sharing ratio.
41. What is computerized accounting?
42. What is the feature of scalability?