



# B.K. BIRLA CENTRE FOR EDUCATION

SARALA BIRLA GROUP OF SCHOOLS  
A CBSE DAY-CUM-BOYS' RESIDENTIAL SCHOOL

PRE-MID TERM EXAM (2025-26)

ACCOUNTANCY (055)

Class: XI

Date: 6/08/2025

Admission No:

Duration: 1Hr

Max. Marks: 25

Roll No.

## General Instructions:

Read the following instructions very carefully and strictly follow them:

- This question paper contains 13 questions. All questions are compulsory.
- Marks are indicated against each question.

1. Purchase refers to the buying of \_\_\_\_\_ (1)
- Goods for resale
  - Stationary for office use
  - Asset for factory
  - Investment

2. **Assertion (A):** Capital is the amount invested by the proprietor. (1)  
**Reason (R):** Capital being that of the proprietor, is an internal liability.  
**Alternatives:**  
  - Both Assertion (A) and Reason (R) are true and Reason (R) is the correct explanation of Assertion (A).
  - Both Assertion (A) and Reason (R) are true and Reason (R) is not the correct explanation of Assertion (A).
  - Assertion (A) is true but Reason (R) is False
  - Assertion (A) is False but Reason (R) is true.

3. Match the items given under I with the correct items under II: (1)

I	II
i) Amount invested by owner in the business	a) Tangible asset
ii) Asset having Physical existence	b) Capital
iii) Money withdrawn for personal use	c) Loss
iv) Excess of expense over revenue	d) Drawings

## Options:

- i) – a, ii) – b, iii) – c, iv) – d
- i) – b, ii) – a, iii) – d, iv) – c
- i) – a, ii) – c, iii) – b, iv) – d
- i) – d, ii) – b, iii) – c, iv) – a

4. A concept that a business enterprise will not be sold or liquidated in the near future is known as: (1)
  - (a) Going concern
  - (b) Economic Entity
  - (c) Monetary Unit
  - (d) None of these
  
5. ABC Company follows the Written down value depreciation method for machinery year after year due to: (1)
  - (a) Comparability
  - (b) Consistency
  - (c) Convenience
  - (d) All of these
  
6. What are the characteristics of Accounting? (3)
  
7. Explain any two of the below concepts with example: (3)
  - a) Debtors
  - b) Drawings
  - c) Intangible assets
  
8. Distinguish between bookkeeping and accounting with examples. (4)
  
9. Explain the characteristics of business transaction and also make a flow chart. (4)
  
10. Mr. Suraj started a business for buying and selling of stationery with Rs. 5,00,000 as an initial investment. Of which he paid Rs.1,00,000 for furniture, Rs. 2,00,000 for buying stationery items. He employed a sales person and clerk. At the end of the month he paid Rs.5,000 as their salaries. Out of the stationery bought he sold some stationery for Rs.1,50,000 for cash and some other stationery for Rs.1,00,000 on credit basis to Mr.Ravi. Subsequently, he bought stationery items of Rs.1,50,000 from Mr. Peter. In the first week of next month there was a fire accident and he lost Rs. 30,000 worth of stationery. A part of the furniture, which cost Rs. 40,000, was sold for Rs. 45,000. (6)

From the above, answer the following :

1. What is the amount of capital with which Mr. Sunrise started business?
2. What are the fixed assets he bought?
3. What is the value of the goods purchased?
4. Who is the creditor and state the amount payable to him?
5. What are the expenses?
6. What is the gain he earned?

**ALL THE BEST**

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