



SECTION – C

Answer **any three** of the following questions. **Each** question carries **10** marks.

(3×10=30)

7. Transactions of Mohan Traders are given below. Show the effects of these transactions on assets, liabilities and capital with the help of accounting equation.

- a) Business started with cash ₹ 1,00,000
- b) Cash purchase ₹ 50,000
- c) Cash sale of ₹ 60,000 (cost of goods sold ₹ 40,000)
- d) Purchased furniture for cash ₹ 5,000
- e) Paid personal expenses ₹ 4,000
- f) Bought goods from Ratan ₹ 80,000
- g) Sold goods worth ₹ 60,000 on credit to Shivam for ₹ 1,00,000
- h) Paid rent of ₹ 4,000.

8. Govinda Travels purchased a mini bus costing ₹ 15,00,000 on Hire purchase system on 1-4-2018. The amount payable ₹ 4,00,000 on purchase and the balance in 3 annual installments of ₹ 5,00,000 each at the end of the year. The bus was depreciated at 10% p.a. on WDV method. Accounts are closed on 31st March each year.

Prepare Mini Bus A/c and Hire Vendor A/c for three years in the books of the Govinda Travels.