

C.B.T DECEMBER 2024
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SUBJECT: ACCOUNTANCY
CLASS-11
SESSION:2024-2025

CHAPTER 1. TRIAL BALANCE AND RECTIFICATION OF ERROR	
MCQ'S	
Q. NO.	QUESTIONS
Q1.	<p>Assertion (A) Furniture purchased from M/s Rao Furniture for ₹8,000 was entered into the purchases book. Reason (R) As it is the error of principle.</p> <p>(a)Both A and R are true and R is the correct explanation of A. (b)Both A and R are true, but R is not the correct explanation of A (c)A is true, but R is false. (d) A is false, but R is true.</p>
ANSWER 1	<p>(a)Both A and R are true and R is the correct explanation of A.</p> <p>EXPLANATION: As asset purchased not entered in purchase book.</p>
Q2.	<p>A purchase of goods from Nath amounting to 3,000 has been wrongly entered in the Sales Book. However, Nath Account has been correctly credited. Which of the following rectification entry is correct?</p> <p>(a) Sales A/c Dr. 3,000 == To Nath A/c == 3,000</p> <p>(b) Purchases A/c Dr. 3,000 == To Nath A/c == 3,000</p> <p>(c) Sales A/c Dr. 3,000 == Purchases A/c Dr. 3,000 == To Suspense A/c == 6,000</p> <p>(d) Sales A/c Dr. 3,000 == Purchases A/c Dr. 3,000 == To Nath A/c == 6,000</p>
ANSWER 2	<p>(c)Sales A/c Dr. 3,000 == Purchases A/c Dr. 3,000 == To Suspense A/c == 6,000</p> <p>EXPLANATION:As purchase account not Debited need to be debited and the account wrongly credited to be debited and suspense account have debit balance so we close by crediting it.</p>
Q3.	<p>Khushi Ltd company's accountant, when he is verifying the source documents with his books of account, accountant found that, purchase return of ₹1000 was omitted to be entered in the books of a/c. What shall be the rectifying entry for the same error.</p> <p>(a) Sales Account Dr & Creditors account Cr with ₹1000 (b) Party Account Dr & Sales account credit with ₹1000 (c) Sundry Creditors A/c Dr. & Purchase Returns A/c Cr with ₹1000 (d) Sundry Creditors A/c Dr. & Sales Returns A/c Cr with ₹1000</p>
ANSWER 3	<p>(c)Sundry Creditors A/c Dr. & Purchase Returns A/c Cr with ₹1000</p> <p>EXPLANATION: As it is omitted so now it has to be accounted in the books.</p>

Q4.	<p>Purchases book overcast by ₹1,000. Errors in casting of subsidiary books affect only those accounts where totals of the subsidiary books involved are posted. The accounts of individual parties are not affected.</p> <p>(a) Suspense A/c Dr. 1000 == To Purchases A/c == 1000</p> <p>(b) Suspense A/c Dr. 2000 == To Purchases A/c == 1000 To Sales A/c == 1000</p> <p>(c) Purchase A/c Dr. 1000 == To Suspense A/c == 1000</p> <p>(d) Sales A/c Dr. 1000 == To Suspense A/c == 1000</p>
ANSWER 4.	<p>(a) Suspense A/c Dr. 1000 == To Purchases A/c == 1000</p> <p>EXPLANATION: As purchase book overcast, it has to be decreased, need to be credited against suspense account.</p>
Q5.	<p>Purchase of office computer was recorded in the purchase day book on rectification.</p> <p>(a) Dr. Office Furniture account (b) Cr. Purchase account (c) Both (a) and (b) (d) None of these</p>
ANSWER 5.	<p>(c) Both (a) and (b)</p> <p>EXPLANATION: On rectification it has to be recorded in both the accounts.</p>
Q6.	<p>Regular Salary paid to an employee, who help in acquiring Land for the business were recorded in capital expenditure account. This is _____.</p> <p>(a) Error of Omission. (b) Error of Commission (c) Error of Principle (d) Error of Accounts</p>
ANSWER 6.	<p>(c) Error of Principle</p> <p>EXPLANATION: As he is drawing a regular salary being an regular employee but he help the business to get an asset so no additional salary given, so it is an error of principle.</p>
Q7.	<p>Purchase of goods from Riti for ₹5000 on credit entered in the purchase book as ₹500 is error of _____.</p> <p>(a) Compensating Error. (b) Error of principle. (c) Error of commission. (d) Suspense Account.</p>
ANSWER 7.	<p>(c) Error of commission.</p>

	EXPLANATION: Its an error of amount.
Q8.	<p>Assertion (A) In the books of account if a transaction is completely deleted or not recoded in books, but evidential document is present.</p> <p>Reason (R) It will affect the trial balance.</p> <p>(a)Both A and R are true and R is the correct explanation of A.</p> <p>(b)A is true, but R is not the correct explanation of A</p> <p>(c)A is true, but R is false.</p> <p>(d) A is false, but R is true.</p>
ANSWER 8.	<p>(b)A is true, but R is not the correct explanation of A</p> <p>EXPLANATION: Not entered means completely unrecorded so no effect.</p>
Q9.	<p>Sitaram prepared trial balance and other financial statements/accounts of his business and the trial balance of his business does not match Debit balance is short by ₹596 for which Suspense account is opened. He went to C.A. to get his Trial Balance matched and the C.A. after checking his books of accounts and statements, she located an error, that is also conveyed to Sitaram and suggested not to commit such error while recording transactions in books. Identify which type of error is it.</p> <p>(a) One Sided</p> <p>(b) Two Sided</p> <p>(c) Both (a) and (b)</p> <p>(d) None of these</p>
ANSWER 9.	<p>(a)One Sided</p> <p>EXPLANATION: As it is recorded one side.</p>
Q10.	<p>A Trial Balance is a statement which is prepared by every business organisation after/before of:</p> <p>(a) After preparation of financial statement.</p> <p>(b) After recording transactions in subsidiary books.</p> <p>(c) After posting to ledger is complete.</p> <p>(d) After posting to ledger is complete and accounts have been balanced.</p>
ANSWER 10.	<p>(d)After posting to ledger is complete and accounts have been balanced.</p> <p>EXPLANATION: As per business cycle trial balance is prepared after posting to ledger is complete and accounts have been balanced.</p>