



Assignment Questions (Session 2024-25)

Class XII Commerce

Subject: Accountancy (055)

Ch.5 Cash Flow Statement

Multiple Choice Questions:

- Cash deposit with the bank with a maturity date after two months belongs to which of the following in the cash flow statement:
(A) Investing activities (B) Financing activities
(C) Cash and Cash equivalent (D) Operating activities
- Interest paid by an investment company will come under which kind of activity while preparing cash flow statement?
(A) Cash Flow from Operating Activities (B) Cash Flow from Investing Activities
(C) Cash Flow from Financing Activities (D) No Cash Flow
- How will you classify deposits by customers in Axis Bank?
(A) Cash Flow from Operating Activities (B) Cash Flow from Investing Activities
(C) Cash Flow from Financing Activities (D) No Cash Flow
- Mention the net amount of 'Source' or 'Use' of cash when a fixed asset having book value of ₹15,000 is sold at a loss of ₹5,000.
(A) Use ₹5,000 (B) Source ₹10,000 (C) Use ₹15,000 (D) Source ₹15,000
- Which of the following is not application of cash?
(A) Increase in Debtors (B) Increase in Inventory
(C) Increase in Bills Payable (D) Increase in Prepaid Expenses
- While calculating cash flow from operating activities which will be added :
(A) Increase in Inventory (B) Increase in Creditors
(C) Decrease in Bills Payable (D) Increase in Trade Receivables
- An example of cash flow from operating activity is :
(A) Purchase of own debenture (B) Sale of fixed assets .
(C) Interest paid on term-deposits by a bank (D) Issue of equity share capital
- If a machine whose original cost is ₹40,000 having accumulated depreciation ₹12,000, were sold for ₹34,000 then while preparing Cash Flow Statement its effect on cash flow will be :
(A) Cash flow from financing activities ₹34,000 (B) Cash flow from financing activities ₹6,000
(C) Cash flow from investing activities ₹34,000 (D) Cash flow from investing activities ₹6,000
- If the amount of goodwill is ₹40,000 at the beginning of a year and ₹48,000 at the end of that year then while preparing cash flow statement its effect on cash flow will be :
(A) Cash used Investing Activities ₹8,000 (B) Cash from operating activities ₹8,000
(C) Cash used Operating Activities ₹8,000 (D) Cash used Financial Activities ₹8,000
- How will you treat Bank Overdraft in a Cash Flow Statement?
(A) Cash Flow from Operating Activities ' (B) Cash Flow from Investing Activities
(C) Cash Flow from Financing Activities (D) Cash Equivalent

Other Questions:

11. From the following particulars, calculate cash flows from investing activities:

	Purchased (Rs)	Sold (Rs)
Plant	4,40,000	50,000
Investments	1,80,000	1,00,000
Goodwill	2,00,000	----
Patents	-----	1,00,000

Interest received on debentures held as investment Rs 60,000

Dividend received on shares held as investment Rs 10,000

A plot of land had been purchased for investment purposes and was let out for commercial use and rent received Rs 30,000.

12. From the following information, calculate Operating Profit before Working Capital Changes:

	Rs.
Net Profit before Tax and Extraordinary Items	4,47,000
Depreciation on Machinery	84,000
Interest on Borrowings	16,800
Goodwill Amortised	18,600
Loss on Sale of Furniture	18,000
Premium on Redemption of Preference Shares	6,000
Gain (Profit) on Sale of Investments	12,000
Interest and Dividend Received on Investments	27,600

13. From the following extracts of Balance Sheet of Anju Ltd., calculate Cash Flow from Financing Activities:

Particulars	31 st March, 2016 (Rs.)	31 st March, 2015 (Rs.)
Equity Share Capital	5,25,000	4,00,000
10% Preference Share Capital	4,00,000	5,50,000
Securities Premium Reserve	2,25,000	1,00,000
12% Debentures	4,00,000	3,00,000

Additional Information:

- Equity Shares were issued on 31st March, 2016.
 - Interim dividend on Equity Shares was paid @ 15%.
 - Preference Shares were redeemed on 31st March, 2016 at a premium of 5%. Premium paid was debited to Statement of Profit and Loss.
 - 12% Debentures of face value Rs. ,00,000 were issued on 31st March, 2016.
14. Following is the Balance Sheet of Singh Limited as at 31st March, 2017:

Singh Limited BALANCE SHEET

as at 31st March, 2017:

Particulars	Note No.	31st March, 2017 (₹)	31st March, 2016 (₹)
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital		3,00,000	1,00,000
(b) Reserves and Surplus	1	25,000	1,20,000
2. Non-Current Liabilities			
Long-term Borrowings	2	80,000	60,000

3. Current Liabilities			
(a) Trade Payables		6,000	20,000
(b) Short-term Provisions	3	68,000	70,000
Total		4,79,000	3,70,000
II. ASSETS			
1. Non-Current Assets			
Fixed Assets	4	3,36,000	1,92,000
2. Current Assets			
(a) Inventories		67,000	60,000
(b) Trade Receivables		51,000	65,000
(c) Cash and Cash Equivalents		25,000	49,000
(d) Other Current Assets			4,000
Total		4,79,000	3,70,000

Notes to Accounts

Particulars	31st March, 2017 (₹)	31st March, 2016 (₹)
1. Reserves and Surplus		
Surplus, <i>i.e.</i> , Balance in Statement of Profit and Loss	25,000	1,20,000
	25,000	1,20,000
2. Long-term Borrowings		
10% Long-term Loan	80,000	60,000
	80,000	60,000
3. Short-term Provisions		
Provision for Tax	68,000	70,000
	68,000	70,000
4. Fixed Assets		
Machinery	3,84,000	2,15,000
Accumulated Depreciation	(48,000)	(23,000)
	3,36,000	1,92,000

Additional Information:

(i) Additional loan was taken on 1st July, 2016.

(ii) Tax of ₹ 53,000 was paid during the year.

Prepare Cash Flow Statement.

15. From the following Balance Sheet of JY Ltd. as at 31st March 2017, prepare a Cash Flow Statement:

BALANCE SHEET

as at 31st March, 2017

Particular	Note No.	31st March, 2017 (₹)	31st March, 2016 (₹)
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital		5,00,000	5,00,000
(b) Reserves and Surplus	1	1,00,000	(25,000)
2. Non-Current Liabilities			
Long-term Borrowings	2	2,50,000	1,50,000
3. Current Liabilities			
(a) Short-term Borrowings	3	1,50,000	1,10,000
(b) Short-term Provisions	4	1,25,000	75,000

Total		11,25,000	8,00,000
II. ASSETS			
1. Non-Current Assets			
Fixed Assets Tangible	5	6,00,000	4,50,000
2. Current Assets			
(a) Trade Receivables		2,75,000	2,25,000
(b) Cash and Cash Equivalents		50,000	25,000
(c) Short-term Loans and Advances		2,00,000	1,00,000
Total		11,25,000	8,00,000

Notes to Accounts

Particular	31 st March, 2017 (₹)	31 st March, 2016 (₹)
1. Reserves and Surplus		
Surplus, <i>i.e.</i> , Balance in Statement of P & L	1,00,000	(25,000)
	1,00,000	(25,000)
2. Long-term Borrowings		
10% Debentures	2,50,000	1,50,000
	2,50,000	1,50,000
3. Short-term Borrowings		
Bank Overdraft	1,50,000	1,00,000
	1,50,000	1,00,000
4. Short-term Provisions		
Provision for Tax	1,25,000	75,000
	1,25,000	75,000
5. Tangible Assets		
Machinery	7,37,500	5,25,000
Accumulated Depreciation	(1,37,500)	(75,000)
	6,00,000	4,50,000

Note: Proposed Dividend for the years ended 31st March, 2016 and 2017 are Rs.50,000 and Rs.75,000 respectively.

Additional Information: Rs.1,00,000, 10% Debentures were issued on 31st March, 2017.

(Name of Subject Teacher: Mr. Ankur Mittal)