

බස්නාහිර පළාත් අධ්‍යාපන දෙපාර්තමේන්තුව மேல் மாகாணக் கல்வித் திணைக்களம் Department of Education - Western Province			
වර්ෂ අවසාන ඇගයීම - 2024 (2025) ஆண்டிறுதி மதிப்பீடு - 2024 (2025) Year End Evaluation - 2024 (2025)			
ශ්‍රේණිය தரம் Grade	10	විෂයය பாடம் Subject	Business & Accounting Studies
		පත්‍රය வினாத்தாள் Paper	I
		කාලය காலம் Time	1 Hour
නම பெயர் Name		විභාග අංකය சட்டிலக்கம் Index No.	



Instructions

- Answer all questions.

Answer question no. 01 to 04 by using the case given below.

Government has decided to increase the prices of petroleum products due to increase of foreign exchange rates (Dollár) and the price of cruod oil. This induces the use of private buses and the buses owned Sri Lanka Transport board by the general public.

- The human need mentioned in the above case is;
 - Petroleum
 - Transportation
 - Food
 - Communication
 - The factor of production which the buses belong to,
 - Capital
 - Labour
 - Land
 - Entrepreneurship
 - Increase in foreign exchange rate.
 - Importing the petroleum.
 - Increase in price levels of petroleum.
- The factors which are relevant only to the economic environment;
- B
 - C
 - AB
 - AC
- Select the incorrect statement related to Sri Lanka Transport Board.
 - A portion of profits earned will be credited to the consolidated fund of the government.
 - Can commence either under a special Act or general existing Act of Parliament.
 - No Legal Personality.
 - Continued existence.
 - Following column A includes the stakeholders of the business and column B includes reasons for their contribution.
 What is the correct answer when column A is matched with column B.

A	B
1. Managers	P. Job security
2. Employees	Q. Collecting loans given
3. Financial Institutions	R. Earning a sufficient profit
4. Owners	S. Taking decisions required

- SRQP
- S PRQ
- RPQS
- SPQR

06. Railway department provides the facility of Online booking method for passengers.

The business environment related to the above case is,

1. Natural Environment
2. Political Environment
3. Technological Environment
4. Legal Environment

07. Different parties and forces acting within a business and affecting a business are known as (1)..... environment and different parties and forces acting outside the business are known as (2)..... environment.

What is the correct answer for No. 1 and 2 as mentioned above.

1. Internal - External
2. External - Internal
3. Internal - Economic
4. Internal - Legal

08. Select the correct statement from the followings.

1. Businessmen are induced to increase in obtaining loans since the increase of interest rates.
2. Increase in price levels caused to decrease in purchasing power of the customers.
3. Political environment belongs the actors of salaries, Income, Savings and investments.
4. Customers are protected by enforcing rules and regulations to the state companies.

09. What is the environment belong to the policies for limiting the imports to protect local industries?

1. Economic environment
2. Political environment
3. Global environment
4. Community environment

10. Strength of a business is,

1. Providing tax relieves to the business.
2. Changing of customer lifestyles.
3. Spreading of reputed brand.
4. Introducing low interest rate loans by the government.

11. Select the correct pair of business organizations of the private sector.

1. Partnerships and Associations.
2. Sole proprietorships and cooperative societies.
3. Partnerships and cooperative societies.
4. Sole proprietorships and partnerships.

12. Borera and Sons is a,

1. Incorporated Company
2. Partnership
3. State Company
4. Sole proprietorship

13. Name of the business Organization	Liability	Legal Personality	Continuous Existence
Kataniya Multi Purpose Cooperative Society	Limited	A	Yes
Kamithu Sweet House	B	No	No
Kamithu Limited PLC	Limited	Yes	C

Select the correct answer for A, B and C of above diagram.

1. Yes, Limited, No
2. No, Unlimited, Yes
3. Yes, Unlimited, Yes
4. No, Limited, No

14. Following are some business organizations.

- A. Partnerships B. State Companies C. Sole Proprietorships D. Cooperative Societies
E. Limited companies F. Departments G. State Corporations. H. Associates

Select the correct answer of which the public sector belongs to,

1. A, C, G 2. B, E, H 3. D, F, G 4. B, F, G

15. The correct pair of business organization with no legal personality.

1. Sole Proprietorships and Cooperative Societies. 2. Partnerships and state Corporations.
3. Sole Proprietorships and State Departments. 4. Associates and Incorporated Companies.

16. A benefit of registering the business name is,

1. A business is exempted from tax.
2. A business is having a legal personality.
3. A business is having its own identify.
4. A business is having a continuous existence.

Select the correct answer for which is not a transaction.

1. Sold goods Rs. 50000 on credit.
2. Paid a electricity bill Rs. 10000
3. Destroyed stock valued Rs. 15000
4. Recruited an employee for the salary of Rs. 30000

● Following information is related to Tharuka's business for the year 2023.

Capital balance as at 01.01.2023	Rs. 350000
Expenses for the year 2023	Rs. 120000
Income for the year 2023	Rs. 230000
Owner invested On 01.07.2023	Rs. 75000

18. Tharuks's equity as at 31.12.2023 is,

1. Rs. 350000 2. Rs. 360000
3. Rs. 535000 4. Rs. 775000

● Accounting equation as at 01.10.2024 of Sachin's business is as follows.

$$\begin{aligned} \text{Assets} &= \text{Equity} + \text{Liabilities} \\ 375000 &= 250000 + 125000 \end{aligned}$$

Which of the following transactions has not been changed the accounting equation?

1. Paid to creditors Rs. 25000
2. Paid electricity Rs. 5000
3. Purchased Rs. 10000 Valued stock on cash.
4. Received rent income Rs. 13000

20. Manahara sold goods Rs. 18000 and cost of the goods was Rs. 12000. What is the value of the total assets after this transaction is occurred.

1. Increased by Rs. 6000 2. Decreased by Rs. 12000
3. Increased by Rs. 18000 4. Increased by Rs. 30000

- Use the following information to answer questions no. 21 to 23.

Following transactions are related to Asanka's business for September 2024.

- A. - Purchased stock Rs. 22000 on credit.
- B. - Sold goods Rs. 15000 and cost of stock Rs. 10000.
- C. - Purchased office equipments Rs. 50000 on credit.
- D. - Paid creditor Rs. 10000.

21. The transactions that affect to the liabilities of Asanka's business are;
 1. A and B only.
 2. A and C only.
 3. B and D only.
 4. A and D only.
22. The increase of equity as at 30.09.2024 of this business was;
 1. Rs. 5000
 2. Rs. 10000
 3. Rs. 15000
 4. Rs. 20000
23. If total liabilities of Asanka's business as at 01.04.2024 is Rs. 9000, What is the total liabilities as at 30.09.2024?
 1. Rs. 90000
 2. Rs. 10000
 3. Rs. 15000
 4. Rs. 20000
24. The dual effect of obtaining bank loan by the business is;
 1. Increase in asset and increase in equity.
 2. Decrease in asset and decrease in equity.
 3. Increase in asset and increase in liability.
 4. Decrease in asset and decrease in liability.
25. The relevant double entry principal related to Increase - credit and decrease - Debit is.
 1. Assets and Expenses.
 2. Assets and liabilities.
 3. Income, expenses and Liabilities.
 4. Income, Equity and Liabilities.
26. Select the correct double entry to record the payment of bank loan interest Rs. 5000.
 1. Cash account - Debit Rs. 5000
Bank loan account - Credit Rs. 5000
 2. Bank loan account - Debit Rs. 5000
Cash account - Credit Rs. 5000
 3. Cash account - Debit Rs. 5000
Bank loan Interest account - Credit Rs. 5000
 4. Bank loan interest account - Debit Rs. 5000
Cash account - Credit Rs. 5000
27. The relevant double entry for a transaction of a business is as follows.
 Drawings account Dr. -Rs. 10000
 Purchase account Cr. -Rs. 10000
 Which of the following transactions related to the above double entry?
 1. Purchased stock Rs. 10000 on credit.
 2. Purchased stock Rs. 10000 on cash.
 3. Owner has taken Rs. 10000 stock for his personal use.
 4. Owner has taken Rs. 10000 for his personal use.

- Use following information to answer question no. 28 to 30.

Following are the source documents to be used to record transactions.

A - Payment voucher

B - Purchase invoice

C - Deposit slip

D - Journal voucher

28. The relevant source document to be used for the payment of electricity expenses is,
 1. A
 2. B
 3. C
 4. D
29. The source documents are used to record the transactions related to the bank account are,
 1. A and B
 2. B and C
 3. A and C
 4. B and D
30. The source document for recording of credit purchase of office equipment Rs. 50000 is;
 1. A
 2. B
 3. C
 4. D

- Petty cash transactions of Sandun Traders are given below.

Petty cash balance as at 01.09.2024 Rs. 300

Reimbursement of petty cash as at 01.09.2024 Rs. 4700

Petty cash balance as at 30.09.2024 Rs. 400

31. The correct answer for the petty cash imprest amount and total petty cash amount for September respectively is,
 1. Rs. 4700, Rs. 300
 2. Rs. 5000, Rs. 4600
 3. Rs. 5000, Rs. 4700
 4. Rs. 5700, Rs. 4700
32. What is the correct double entry to record the dishonoring of issued cheque Rs. 12000 by Kalinga's business?
 1. Bank account - Dr. Rs. 5000
Creditors account - Cr. Rs. 5000
 2. Bank account - Dr. Rs. 5000
Cash account - Cr. Rs. 5000
 3. Creditors account - Dr. 5000
Bank account - Cr. 5000
 4. Creditors account - Dr. 5000
Cash account - Cr. Rs. 5000
33. Select the correct pair of prime entry books which play a dual role.
 1. Cash book and purchase journal.
 2. Cash book and general journal.
 3. Purchase journal and sales journal.
 4. Cash book and petty cash book.

- Use the following information to answer question no. 34 and 35.

Bank account balance of Viveka's business as at 31-05-2024 was Rs. 20000. Due following reasons, the balance of bank statement was different with the balance of the bank account.

- A - The cheques deposited but not realized Rs. 12000
- B - Direct remittances by debtor Rs. 8000
- C - Payment on standing order for insurance Rs. 10000

34. The reason/ reasons for the balance of bank statement is lower than bank account balance.
 1. A only.
 2. B only.
 3. A and C only.
 4. B and C only.
35. What is the adjusted bank balance as at 31 May 2024?
 1. Rs. 18000
 2. Rs. 20000
 3. Rs. 22000
 4. Rs. 30000
36. Select the correct answer to a disadvantage of computer based Accounting?
 1. Cash is saved by the minimization of labour.
 2. Easy to obtain data timely.
 3. High cost in purchasing of software.
 4. High accuracy in Accounting Reports.
37. What is the double entry to record the information from sales journal to sales ledger?
 1. Sales Account - Dr.
Creditors Account - Cr.
 2. Debtors Account - Dr.
Sales Account - Cr.
 3. Creditors Account - Dr.
Sales Account - Cr.
 4. Sales Account - Dr.
Debtors Account - Cr.
38. Total of the debit column of a trial balance was Rs. 340000 and credit column was Rs. 355000. This different should be recorded to suspense account as,
 1. Rs. 15000 - Credit
 2. Rs. 15000 - Debit
 3. Rs. 340000 - Debit
 4. Rs. 355000 - Credit
39. Select the Accounting error that effect the agreement of the trial balance.
 1. A purchase invoice Rs. 12000 has been completely omitted from the books of accounts.
 2. Payment to creditors Rs. 20000 was recorded to the books twice.
 3. Payment of Telephone expenses of Rs. 5000 has been recorded only in the cash book.
 4. Cash received from a debtors Rs. 6500 has been recorded to the accounts as Rs. 5600.
40. What is the correct journal entry to rectify the error that the payment of electricity Rs. 7000 has been recorded to electricity expenses as Rs. 700.
 1. Electricity expenses account - Dr. Rs. 6300
Cash account - Cr. 6300
 2. Electricity expenses account - Dr. Rs. 6300
Suspense account - Cr. Rs. 6300
 3. Electricity expenses account - Dr. Rs. 7000
Cash account - Cr. Rs. 7000
 4. Electricity expense account - Dr. Rs. 7000
Suspense account - Cr. Rs. 7000



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ශ්‍රේණිය தரம் Grade	10	විෂයය பாடம் Subject	Business & Accounting Studies	පත්‍රය வினாத்தாள் Paper	II	කාලය காலம் Time	2 Hours
නම பெயர் Name							
				විභාග අංකය சுட்டிலக்கம் Index No.			

Instructions

- Including the first question, answer five questions selecting two questions from each Part I and Part II.

01. Answer the question No (i) to (x) by using the information in the given case as follows.

Aloka Deeptha is a graduate of University of Moratuwa as a Electrical Engineer. As a solution for electricity crisis an electric bulb was developed after recharging instances where the electricity power supply will be interrupted. He invested Rs. 500 000 in cash and Rs. 250 000 valued equipments to the business on 01-01-2024. Further he obtained a bank loan from Bank of Ceylon Rs. 400 000 on the same day.

Transactions were occurred during Januray 2024 are as follow.

05.01.2024	Purchased Raw materials	200,000
07.01.2024	Rates	10,000
15.01.2024	Employee Salaries	50,000
20.01.2024	Electricity	5,000
22.01.2024	Packing materials	15,000
23.01.2024	Distribution expenses	50,000
25.01.2024	Purchased a small machine	50,000
26.01.2024	Opened a bank current Account	100,000
28.01.2024	Sale of Bulbs	500,000

Mr. Aloka Deeptha decided to carry on his business with a large capital and limited liability due to day to day development his business.

- What is the business organization that "Aloka bulb" belongs to? (01 Mark)
 - Write a advantage and a disadvantage of that business organization. (01 Mark)
- Categorize "Aloka bulb" business based on the nature of the product. (01 Mark)
 - Name two factors of production related to this business and write an example for each from the given case. (01 Mark)
- Name a strength and an opportunity of the business from above case. (01 Mark)
 - Write your idea about registering of "Aloka bulb" business. (01 Mark)
- What is the type of business organization that Bank of Ceylon belongs to? (01 Mark)
 - What is the type of business organization that Mr. Aloka has planned to carry on in future? (01 Mark)
- Write the accounting equation as at 01.01.2024 with values. (02 Marks)

- vi. State a non-current asset and non current liability of "Aloka bulb" business. (02 Marks)
- vii. Name two prime entry books and related source documents of this business. (02 Marks)
- viii. (a) Write the double entry for the transaction on 26.01.2024. (with value) (01 Mark)
- (b) Write two transactions which affect to decrease the owners equity. (01 Mark)
- ix. Write an example from above transactions which is relevant to the elements given below.
- (a) Assets = ... (b) Liabilities = ... (02 Marks)
- (c) Expenses = ... (d) Income = ... (02 Marks)
- x. What is the cash balance as at 31.01.2024 of "Aloka bulb" business? (02 Marks)
- (Total 20 marks)

PART I - Business Studies

(Answer two questions only)

02. i. (a) Define a "Business" (01 Mark)
- (b) Write two differences between needs and wants. (01 Mark)
- ii. State whether the following statements are True (✓) or False (✗)
- (a) Main objective of a business is to earn profits. ()
- (b) Business can control its external environment. ()
- (c) Managers are interested parties to make and implement the decisions. ()
- (d) Cash belongs to the factor of production as capital. ()
- (02 Marks)
- iii. "Samanala book shop" which is near to school was started by Asanka Kumara. Books were supplied to that book shop by Richard. Priyanka was recruited as an employee to this business. A large number of students come to this book shop daily.
- (a) Name an opportunity relevant to the above case. (01 Mark)
- (b) Write two stakeholders of this business. (01 Mark)
- iv. (a) State two differences between goods and services. (01 Mark)
- (b) Write two expected objectives of government as a stakeholder of the business. (01 Mark)

(Total 08 marks)

03. i. (a) What is an internal environment? (01 Mark)
 (b) What is the foreign exchange rate as an economic environmental factor. (01 Mark)
- ii. State whether following statements are True (✓) or False (×)
- (a) New competitors entering into the industry is identified as a threat. ()
 (b) New invention, telephones, computers are consisted of technical environment. ()
 (c) Business gets its own identify by registering the business name. ()
 (d) Inflow of foreign capital is a positive impact of globalization. ()
 (02 Marks)
- iii. (a) Write two changes due to changes in technology. (01 Mark)
 (b) Write two negative impacts of globalization. (01 Mark)
- iv. (a) Name two main categories of classification of business organizations base on the ownership. (01 Mark)
 (b) Write two characteristics of the large scale business organizations. (01 Mark)
 (Total 08 marks)
4. i. (a) Write two criteria used to measure business organizations based on the scale. (01 Mark)
 (b) Write a similarity and a difference between the sole proprietorship and the partnership. (01 Mark)
- ii. State whether the following statements are True (T) or False (F).
- (a) There should be 2 -20 members in partnerships according to the companies Act no.07 of 2007. ()
 (b) The liability of shareholders of an incorporated company are not limited to the amount of capital they have invested. ()
 (c) A cooperative society can be started with the minimum number of members ten. ()
 (d) Coconut Development Authority is a State Corporation. ()
 (02 Marks)
- iii. (a) Write two weaknesses in cooperative societies. (01 Mark)
 (b) Write two specific characteristics of Associates. (01 Mark)
- iv. (a) Write one advantage and one disadvantage of State Department. (01 Mark)
 (b) Write two characteristics of State Corporations. (01 Mark)
 (Total 08 marks)

Part II - Accounting
(Answer two questions only)

05. i. (a) What is a business transaction? (01 Mark)
(b) Write two characteristics of a liability. (01 Mark)

ii. Following balances of Saranga's business as at 01.01.2024 are given below.

Furniture & fittings	200,000
Inventory	50,000
Debtors	30,000
Cash	20,000
Bank loan	100,000
Creditors	25,000

- (a) What is the Saranga's Equity as at 01.01.2024?
(b) What is the total amount of current assets as at 01.01.2024? (02 Marks)

iii. Sudaraka started a business on 01.03.2024 and the transactions occurred during the first week as follows.

01.03.2024 - Invested Rs. 250,000 as a capital.

02.03.2024 - Obtained a bank loan Rs. 100,000.

03.03.2024 - Purchased stocks Rs. 50,000 on credit.

05.03.2024 - Sold stocks valued Rs. 30,000 on credit the cost of the stock Rs. 25,000

07.03.2024 - Paid building rent Rs. 10,000

Required,

State the effect of each transaction to the accounting equation by using given format. (04 Marks)
Transaction no. 01 was done as an example.

Date	Assets			=	Equity	+	Liabilities	
	Inventory	Debtors	Cash		Equity		Bank loan	Creditors
01/03			+ 250,000		+ 250,000			
02/03								
03/03								
05/03								
07/03								

- iv. (a) Write the double entry for the transactions given below.
1. Owner has taken Rs. 5000 valued good for his personal use.
2. Repayment of bank loan Rs. 15000.
(b) Write the relevant transactions for the given double entries.
1. Purchase account - Dr. Rs. 10,000
Creditors account - Cr. Rs. 10,000
2. Discount Allowed account - Dr. Rs. 2,000
Debtors account - Cr. Rs. 2,000

(04 Marks)
(Total 12 marks)

06. i. (a) What is a prime entry book.
 (b) Write two details included in a source document. (02 Marks)
- ii. Following balances are related to Kanchana's business as at 01.01.2024.

Cash balance	Rs. 50,000
Debtors balance	Rs. 7,000
Creditors balance	Rs. 5,000

Following transactions are occurred during January 2024.

- 08.01.2024 - Received cash from debtors deductiong 5% discount.
- 12.01.2024 - Received Rs. 4000 discount when settling creditors.

Required

Record the above transactions to a cash book. (with discount columns) and balance it. (02 Marks)

- iii. Business manintain Rs. 3000 petty cash imprest monthly. Petty cash book details as at 01.05.2024 is given below.

Petty cash book

Receipts	L/F	Date	Description	V. No.	Amount (Rs)	Analysis columns				Ledger Account	L. P.
						Traveling	Postage	Stationary	Sunday expenses		
550		01/05	Balance B/F								

Following transactions were incurred during May 2024.

- 01/05 - Reimbursement of imprest.
- 05/05 - Threewheller charges Rs. 400
- 10/05 - Pens and exercise books Rs. 300
- 15/05 - Refreshments Rs. 500
- 18/05 - Paid to Saman Rs. 700
- 22/05 - Stamps Rs. 200
- 25/05 - Threewheeler Charges Rs. 600
- 01/06 - Reimbursement of imprest

Required,

Record above transactions to the petty cash book and reimbursement of imprest as at 01.06.2024 (04 Marks)

- iv. Bank balance of Tharushi's business as at Rs. 17000 (favorable balance) and the balance as per bank statement was Rs. 16000. Reasons for the difference were identified as follows.
- Payment of Insurance premium as a standing order by the bank. Rs. 8,000
 - Cheques issued but not presented to the bank during the month Rs. 20,000
 - Cheques deposited but not realized Rs. 25,000
 - A debtor's direct remittance to the bank Rs. 12,000

Required,

- (a) Adjusted bank account as at 30.09.2024.
- (b) Bank reconciliation statement as at 30.09.2024.

(04 Marks)

(Total 12 marks)

07. i. (a) Write two advantages of computer based Accounting.
 (b) Write two activities to be performed by telebanking to a customer. (02 Marks)
- ii. (a) Write two transactions to be recorded in the debit side of the bank account.
 (b) Write two transactions can be recorded in general journal. (02 Marks)
- iii. Following information is relevant for the credit purchases of Tharanga's business for August 2024.

Date	Invoice No.	Supplier	Other information
05/08/2024	284	Himali Printers	A4 sheets 30 packets @ Rs.1000/= per packet (trade discount 10%)
07/08/2024	302	Lakderana Traders	300 Exercise books @ Rs. 150 per book. (trade discount 10%)

Required,

Prepare purchase journal of Tharanga's business.

(04 Marks)

- iv. Totals debit and credit columns of the trial balance was not tallied in Anupama's business. Difference of Rs. 15000 was credited to the suspense account. Reasons for the differences were revealed by the further investigation as follows.
1. A purchase invoice of Rs. 12000 was omitted from the books of accounts.
 2. Receipt of Rs. 18000 from a debtors has been recorded in cash book.
 3. Payment of telephone expenses Rs. 3300 through a cheque has been recorded to telephone expense account as Rs. 300.
 4. Payment of electricity expenses Rs. 5000 was recorded to the sundry expense account mistakenly.

Required,

- (a) Relevant journal entries in general journal to rectify above errors.
 (b) Suspense account.

(04 Marks)

(Total 12 marks)

