

Vidya Vikas Mandal's
 Shree Damodar College of Commerce & Economics, Margao-Goa
 SY B.Com, Semester-IV Repeat, Semester End Examination April 2023
 Accounting for Service Organizations (UCOC110)
 Truncated Syllabus 2021-22

Duration: 2hrs

Max Marks: 80

Instructions:

- a. Start each question on a fresh page.
- b. Figures to the right indicate maximum marks.
- c. Question no.1 is compulsory, answer any 3 questions from remaining.
- d. Working notes, if any, should form a part of the solution.

Q.1 From the following information prepare Profit and Loss Account of State Bank of India for the year ended 31st March 2023: (20 Marks)

Particulars	Amount (Rs)	Particulars	Amount (Rs)
Interest on Loans	21,000	Interest on overdrafts	15,400
Interest on Fixed deposits	31,700	Directors fees	300
Rent Received	820	Miscellaneous expenses	120
Postage and Telegrams	5,400	Interest on bank deposits	6,800
Discount on bills discounted	15,500	Telephones expenses	140
Interest on cash credits	22,300	Printing and stationary	290
Lighting	1,800	Sundry charges	170

Additional Information:

- Provide for Contingences Rs 20,000
- Transfer 25% of profit to statutory reserve
- Transfer Rs 2,025 to other Reserves

Q.2 The following particulars relate to Axis Bank Ltd as on 31st March 2023. Prepare a bank balance sheet as on that date as per the Banking Regulation Act.

Paid up capital (Rs 10)	5,00,000
Bills discounted	3,60,000
Fixed deposits	7,00,000
Loans (cr.)	50,000
Cash certificates	50,000
Profit and loss A/c (cr.)	44,000
stamps and stationery	500
Branch adjustment(dr.)	1,500
Reserve fund	1,54,000
Overdrafts and cash credits	5,60,000
Unclaimed dividend	1,000
Branch adjustments (cr.)	1,000
Loans	9,20,000

Current account	6,00,000
Furniture	8,000
Premises	1,00,000
Savings A/c	4,00,000
Cash in hand and with RBI	99,500
Tax paid in advance	500
Cash with other banks	2,00,000
Endorsement and acceptance	3,00,000
Investments (at cost) in shares	1,90,000
Money at call and short notice	60,000

Additional information:

(20 Marks)

- The directors decided to take investments at market value of Rs 2,10,000.
- Bills for collection being bills receivables of Rs.80,000

Q.3 Prepare a Revenue account in respect of Fire Insurance business from the following details of AKNO General Insurance Co. Ltd. for the year ended 31st March 2023:

(20 Marks)

Particulars	Rs.	Particulars	Rs.
Claims Admitted but not paid	2,20,000	Premium received	12,45,000
Commission Paid	2,10,000	Reserve for unexpired risk	4,70,000
Commission on reinsurance Received	52,000	Additional Reserve	95,000
Printing	50,000	Claims Outstanding	1,02,000
Management Expenses	50,000	Directors fee	32,000
Salary	40,000	Premium Outstanding 1/4/2022	1,40,000
Legal Expenses	60,000	Premium Outstanding 31/3/2023	1,50,000
Advertisement	80,000	Claims Paid	90,000

- The Company Maintains 50% of the Net Premium towards Reserve for unexpired Risk and 10 % as Additional Reserve.

Q.4 From the following details prepare Balance Sheet of Bajaj General Insurance Ltd carrying on Marine insurance business for the year ended 31/03/23.

(20 Marks)

Particulars	Amt. (Rs.)
Share capital	15,00,000
Loan From Bank	50,000
Profit & Loss a/c	(2,64,380)
Unclaimed dividend	2,400
Sundry creditors	12,600
Agents balance (dr.)	1,46,400
Interest accrued but not due	8,200

Due to reinsurance	60,000
Fixtures	8,400
Stock of stationery	2,500
Outstanding premium	21,200
Tax Paid in advance	62,000
Debtors	9,200
Fixed Deposit	9,20,000
MMC Bonds	1,80,000
Reliance Ltd Shares	3,60,000
Maharashtra Government Securities	8,80,000
Reserve for unexpired Risk	12,40,000
Cash balance	94,400
Bank Balance	50,000

Additional Information:

- Outstanding claims on 31/03/22 were Rs 1, 40, 000
- Depreciation on fixtures to be provided @ 20% PA

Q.5 Adani Ltd came up with an issue of 20,00,000 equity shares of Rs.10 each at par. 5,00,000 shares were issued to the promoters and the balance offered to the public was underwritten by three underwriters Anand, Vijay and Ashok equally, with firm underwriting of 50,000 shares each. Subscription was received for 12, 97,000 shares including the marked from which were: Anand: 4, 25,000 shares, Vijay: 4, 50,000 shares, Ashok- 3, 50,000 shares. The amounts payable on application and allotment were 2.50 Rs and 2.00 Rs. Respectively. The agreed commission was 2.5%. You are required to prepare: (20 Marks)

1. Statement showing liability of underwriters.
2. Statement showing amount received to or paid to each underwriter by the company

Q.6 Answer any 4 of the following in brief: (4x5=20 Marks)

- a. Explain the types of Underwriting
- b. Elaborate on the different types of Insurance.
- c. Discuss the advantages of Underwriting.
- d. Explain the different types of bank deposits
- e. Distinguish between Marked and Unmarked Application.