

Duration – 2 hrs

Max. marks: 80

Instructions :

1. Question No. 1 is compulsory.
2. Attempt any three questions from Q.2 to Q.6
3. Figures to the right indicate maximum marks.
4. Start each new question on a fresh page.

Q. 1. From the following balances of M/s Mohit Traders, Prepare statement of Profit and Loss A/c for the year ended March 31, 2015 as per the requirements of Schedule III.

(20 marks)

Debit Balances	Amount (Rs.)	Credit Balances	Amount (Rs.)
Cash at bank	15,000	Share capital	1,50,000
Bills receivable	1,500	Discount received	3,500
Land and Building	43,000	Bank loan	15,000
Furniture	5,000	Purchase return	2,000
Discount Allowed	4,000	Sales	2,75,000
Office expenses	100	Reserve for bad debts	4,500
Salaries	6,500	Creditors	20,000
Purchases	2,00,000		
Opening Stock	60,000		
Sales return	1,900		
Carriage inward	5,000		
Rent and Taxes	7,500		
General expenses	3,600		
Plant and Machinery	32,500		
Debtors	82,500		
Bad Debts	1,200		
Insurance	700		
	4,70,000		4,70,000

Adjustments:

1. Closing Stock Rs. 70,000
2. Create a Reserve for bad and doubtful debts @ 10% on bad debts.
3. Insurance prepaid Rs. 400
4. Rent outstanding Rs. 1500
5. Interest on bank loan @ 6% p.a

Q.2. A) From the following summary of Assets and Liabilities of Sunshine Co. Ltd, prepare Comparative Balance sheet as per the requirements of Schedule III.

(10 marks)

	31-03-14	31-03-15
Share Capital	3,75,000	4,90,000
Reserves & Surplus	86,000	44,000
Long Term Borrowings	2,22,000	2,68,000
Long term provisions	70,000	35,000
Short term borrowings	26,000	39,000
Tangible assets	3,32,000	4,00,000
Intangible assets	90,000	1,20,000
Non-current investments	1,70,000	1,12,000
Inventories	33,000	66,000
Trade receivables	85,000	78,000
Cash & cash equivalents	69,000	1,00,000

Q.2. B) From the following summary of Statement of Profit and Loss A/c of Air India Ltd., prepare Commonsize Profit and Loss Statement as per the requirements of Schedule III.

Particulars	Amount (Rs.)
Revenue from Operation	3,95,000
Other Income	48,500
Cost of Materials consumed	3,30,000
Employee benefit Expenses	33,500
Finance Cost	12,500
Depreciation & Amortization expenses	10,000
Other Expenses	37,997
Income Tax paid	18,473

(10 marks)

Q.3. From the following annual statements of Pioneer Ltd. calculate the following ratios:

- Current Ratio
- Quick Asset Ratio
- Absolute Cash Ratio
- Proprietary Ratio
- Debt Equity Ratio

(20 marks)

Pioneer Ltd.
Balance Sheet as at 31st March 2015

Particulars	Note No.	Amount (Rs.)
I] EQUITIES AND LIABILITIES		
A) Shareholders Funds		
Share Capital (20,000 Equity Shares of Rs.10 each, fully paid up)		2,00,000
Reserves and Surplus	1	1,50,000
B) Non-Current Liabilities (10% Debentures)		
		1,60,00
C) Current Liabilities		
Short-term borrowings (Bank overdraft)		30,000
Trade Payables (Creditors)		1,10,000
		6,50,000
II] ASSETS		
A) Non- Current Assets		
a) Fixed Assets		
i) Tangible Assets	2	2,50,000
ii) Intangible Assets		1,00,000
B) Current Assets		
Marketable Securities		50,000
Inventories		1,40,000
Trade receivables	3	80,000
Cash and Cash Equivalentents		30,000
		6,50,000

NOTES

1. Reserves and Surplus

General Reserve	90,000
Surplus i.e. credit balance of Profit & Loss Account	60,000
	<u>1,50,000</u>

2. Tangible Assets

Plant	1,50,000
Furniture	80,000
	<u>2,30,000</u>

3. Trade receivables

Debtors	70,000
Bills Receivable	10,000
	<u>80,000</u>

Q. 4 The following is the Balance Sheet of of Seimans Pvt. Ltd. for the year ended 31st March 2014 and 31st March 2015.

Balance Sheet

Liabilities	31-03-2014	31-03-2015	Assets	31-03-2014	31-03-2015
	Rs.	Rs.		Rs.	Rs.
Equity Share Capital	3,00,000	3,50,000	Machinery	4,00,000	5,00,000
10% Preference Share capital	80,000	50,000	Furniture	50,000	45,000
8% Debentures	90,000	1,10,000	Debtors	60,000	50,000
P&L A/c	17,000	58,000	Bills Receivable	80,000	65,000
Creditors	80,000	70,000	Stock	40,000	60,000
Bills Payable	60,000	70,000	Cash	10,000	13,000
Provision for taxation	12,000	15,000	Prepaid expenses	9,000	4,000
Proposed Dividend	10,000	14,000			
	6,49,000	7,37,000		649000	737000

The following important transaction have taken place during the year

- i) During the year, depreciation of Rs.5,000 was charged on furniture and Rs.10,000 was charged on Machinery. (20 mark

You are required to prepare Cash Flow Statement, Machinery A/c, Furniture A/c, and Proposed Dividend A/c, for the year ended 31st March 2015 using Indirect method.

Q.5. From the following information of A Ltd. You are required to prepare Statement of changes in Working Capital, Plant A/c, Land A/c, Provision for Tax A/c and Fund Flow Statement.

Balance Sheet

Liabilities	31-03-2014	31-03-2015	Assets	31-03-2014	31-03-2015
	Rs.	Rs.		Rs.	Rs.
Share Capital	1,00,000	1,00,000	Land and Building	40,000	36,000
General Reserve	14,000	18,000	Plant	37,000	36,000
Profit and Loss Account	16,00	13,000	Goodwill	12,000	12,000
Creditors	8,000	5,400	Stock	30,000	23,400
Bills Payable	1,200	800	Debtors	18,000	19,000
Provision for Tax	16,000	18,000	Bills receivable	2,000	3,000
Provision for doubtful debts	400	600	Cash	6,600	15,200
	5,30,500	5,10,800		5,30,500	5,10,800

Additional Information :

- 1) Depreciation charged on Plant was Rs.4,000 and building Rs.4,000.
- 2) Interim Dividend paid during the year was Rs.8,000
- 3) **Provision** for tax made during the year was Rs.19,000

(20 marks)

Q.6 Write a short note on any four from the following:

- a) Trend Analysis
- b) Ratio Analysis
- c) Comparative Statement
- d) Distinguish between Cash flow statement and Fund flow statement.
- e) Funds from Operation
- f) Financial Statements

(4x5=20 marks)