

Time : 2 Hours

Marks : 60

- 1) All questions are compulsory subject to internal choice.
- 2) Working notes form part of your answer.
- 3) Use of simple calculator is permitted.

Q.1. From the following Trial Balance of Apna Consumer's Co-operative Stores Ltd. prepare Trading and Profit and Loss Account for the year ended 31st March, 2022 and Balance Sheet as on that date considering the additional information.

(15)

Particulars	Rs. (Dr.)	Rs. (Cr.)
Share Capital (fully paid up)	-	1,50,000
Reserve Fund	-	20,000
Stock of Goods	1,10,000	-
Furniture	48,000	-
Education Fund	-	8,000
Creditors	-	20,000
Debtors	30,000	-
Commission Due	-	4,000
Salaries	50,000	-
Rent, Rates and Taxes	27,400	-
Postage and Stationery	22,100	-
Building	9,000	-
Interest on Investment	-	10,000
Equipment's	20,000	-
Purchases	16,40,000	-
Investments	1,00,000	-
Sales	-	20,60,500
Commission	21,000	-
Cash in Hand	25,000	-
Cash at Bank	1,70,000	-
	22,72,500	22,72,500

Additional Information :

- 1) Godown Rent Payable on 31st March, 2022 was Rs 4,000.
- 2) Depreciate Furniture @ 5% p.a.
- 3) Closing Stock of goods valued at cost Rs 1,40,000.
- 4) Interest accrued on Investment Rs 2,000.
- 5) Salary outstanding on 31st March, 2022 Rs 5,000.
- 6) Authorized capital was Rs 2,00,000 divided into shares of Rs 10 each.
- 7) Transfer to Reserve Fund 25% of net profit.

OR

Q 1. The following figures have been obtained from the books of the Bank Ltd. for the year Ending 31st March, 2022: (15)

	Rs in '000
Interest earned	5,000
Discount earned	2,600
Commission and Exchange	390
Interest paid	4,000
Salaries and Wages	420
Directors fees	70
Rent and taxes	140
Postage and Telegrams	122
Printing and Stationary	300
Profit on sale of Investments	180
Loss on Sale of Assets	76
Rent received	124
Depreciation	62
Stationery	120
Auditors fees	16

Additional Information:-

1. The Profit and Loss account had a balance of Rs. 10,00,000 on 1st April, 2021.
2. An advance of Rs. 5,68,000 has become doubtful and it is expected that only 50% of the amount due can be recovered from the security.
3. The provision for tax be made at 35%.
4. A dividend of Rs 2,00,000 is proposed by the board of directors.

Prepare Profit & Loss Account of the Bank Ltd. for the year ending 31st March, 2022.

Q 2. From the following figures taken from the books of Insurance Co. Ltd., doing fire underwriting business, Prepare the Revenue and Profit and Loss Accounts for the year 2021-2022. (15)

Particulars	Dr. (Rs)	Cr. (Rs)
Fire fund (as on 1-4-2021)		93,000
Additional Reserve		33,000
Premium		2,70,150
Claims paid	60,200	
Profit & Loss A/c (Cr)		7,500
Re- insurance Premium	11,200	
Claim recovered from Re-insurers		2,100
Commission on Re-insurance ceded		4,800
Commission on direct business	29,970	
Commission on Re-insurance Accepted	6,000	
Outstanding Premium	2,250	
Claims intimated but not paid (1-4-2021)		6,000
Expenses on Management	43,180	
Audit fees	3,600	
Rates and Taxes	550	
Rents	6,750	
Income from Investments		15,300

The following further information may also be noted:

- Expenses of Management include survey fees and legal expenses of Rs.3,600 and Rs.2,000 related to claims;
- Claim intimated but not paid on 31st March, 2022 Rs. 10,400.
- Income-tax to be provided Rs. 31,400.
- Transfer of Rs. 20,000 to be made from current profits to General Reserve.
- 50% is to be transferred to reserve for unexpired risk along with an additional reserve of Rs. 33,000

OR

Q.2. From the following figures relating to New Insurance Company. Prepare Revenue Account for fire Department in vertical form for the year ended 31st March 2022. (15)

Particulars	Rs.
Commission on Direct Business	3000000
Expenses of Management	863000
Premium on Reinsurance ceded	250000
Commission on Reinsurance ceded	95000
Profit on sale of investment	90000
Interest Dividend Rent	50000
Fire Fund as on 1-4-2021	1850000
Claims Paid	1200000
Claims outstanding on 1-4-2021	150000
Additional Reserve	660000
Commission on Reinsurance Accepted	110000
Premium Received	5400000

ADJUSTMENTS

- Expenses of Management include Survey fee of Rs. 62000 and Rs. 50000 in respectively in relation to claims.
- Claims outstanding 31-3-2022 Rs. 100000.

Q 3. From the following balances, prepare Balance Sheet of Prateeth Bank Ltd. as on 31st March, 2022. (15)

Particulars	Dr. (Rs Lakhs)	Cr (Rs Lakhs)
Share Capital		10.00
Reserve Fund		16.00
Fixed Deposits		40.00
Savings Deposits		60.00
Current Accounts		220.00
Money at Call and short notice	2.00	
Bills discounted and purchased	9.00	
Investments at Cost:		
- Central and State Government	100.00	
- Government Securities	4.00	
- Bullion	24.00	
Reserves for Building		10.00
Premises at cost	100.00	
Addition to Premises	20.00	
Depreciation Fund on Premises		80.00
Cash with RBI	34.00	
Cash with SBI	12.00	
Unclaimed Dividend		1.50

Unexpired Discount		0.50
Loans and Advances	100.00	
Branch Adjustment	57.00	
Silver	2.00	
Advance payment of Tax	1.00	
Interest Accrued on Investment	2.50	
Non-Banking Assets	0.50	
Borrowed from Banks		2.00
Bills Payables		20.00
Profit and Loss Account (Profit for the year 2.10 lakhs)		4.00
Dividend fluctuation fund		4.00
	468.00	468.00

The bank had bills for collection for its constituents Rs.8,00,000 and Acceptance of Rs. 5,00,000. There was a claim of Rs. 2,00,000 against the Bank but not acknowledged as a debt. The liabilities for bills discounted was Rs. 32,000. Liabilities for forward exchange contract was Rs. 10,00,000. The Directors decided to transfer 20% to statutory reserves & reserves of Rs. 2,000 for unexpired discounts.

OR

Q.3. Tom Ltd. Mumbai, had a branch at New York. Its Trial Balance as on 30th September 2022. (15)

Particulars	Dr.US \$	Cr.US \$
Cash in hand and bank	60	
Debtors	240	
Creditors		170
Head office A/c		1,140
Trade expenses	20	
Rent	20	
Salaries	60	
Wages	30	
Goods from head office	800	
Purchases	2,400	
Sales		4,160
Stock (1.10.2021)	560	
Plant and Machinery	1,280	
Total	5,470	5,470

Adjustments	Amount(Rs)
1.Stocks on 30.09.2022	\$ 520
2.H.O A/c shows good sent to branch at	Rs 68,300
3. H.O A/c shows an amount due from branch	Rs 74,500
4. Depreciation Plant and Machinery By	10 %
5.Exchange rates:	
Fixed Asset	1 \$=Rs 68
Opening Rate	1 \$=Rs 69
Closing Rates	1 \$=Rs 71
Average Rates	1 \$=Rs 70

You are required to convert the Branch Trial Balance into rupee & prepare Branch Trading & Profit and Loss Account for the year ended 30-09-2022 & Balance Sheet of New York Branch in the books of Mumbai head office.

Q.4. A. Fill in the blanks with correct alternatives

(08)

1. Discounted Bills Purchased are shown under _____.
a) Other Assets b) Loans
c) Other Incomes d) Advances
2. Locker Rent under Banking Company are shown under _____.
a) Operating Expenses b) Other Incomes
c) Deposits d) Other Assets
3. Reinsurance Obligations are disclosed under _____.
a) Current Liabilities b) Fixed Liabilities
c) Contingent Liabilities d) Advances and Other Assets
4. Exchange difference of Integral foreign Operation is _____.
a) transferred to suspense Account b) transferred to profit and loss A/c
c) transferred to foreign currency d) None of the above
5. Interest payable on deposits which is accrued but not due is shown under _____.
a) Deposits b) Advances
c) Other liabilities d) Contingent Liabilities
6. A _____ assets would be one, which has remained NPA for a period less than or equal to twelve months.
a) Substandard b) Standard
c) Loss d) Doubtful
7. The total number of schedules to an insurance company's financial statements in India are _____.
a) 10 b) 15
c) 20 d) 25
8. Insurance business is controlled by _____.
a) Insurance Act 1938 b) Insurance Rules 1939
c) IRDA Regulation 2002 d) All of the above.

Q.4 B) State whether the following statements are True or False:-

(07)

- 1) Discount on Bills is showed by a bank in Schedule of interest earned.
- 2) Maharashtra C-operative Society Act passed in the year 1960
- 3) Exchange difference of integral foreign operation is transferred to foreign currency A/c.
- 4) The insured gets compensation only in case of loss.
- 5) Co-operative societies cannot pay dividend exceeding 15%.
- 6) Average rate = All transaction during certain period.
- 7) Banking company prepare their financial statement as per Form N.

OR

Q. 4. Write Short notes on: (Any 3)

(15)

- 1) Rebate on bills discounted.
- 2) Integral Foreign Operation.
- 3) Non-performing Assets.
- 4) Bye-Laws of a Co-operative Society.
- 5) Re-insurance
