

Interest on Overdraft	15,40,000
Commission	82,000
Interest on Fixed Deposit	27,50,000
Interest on Saving Bank Deposit	6,80,000
Interest on Current Account	4,20,000
Establishment Charges	5,40,000
Director's Fees and Allowance	30,000
Other Expenses	17,000
Rent and Taxes	1,80,000
Audit Fees	12,000

1. Bad debts to be written off amounted to Rs.4,00,000.
2. Provision for taxation at 55% of net profit.
3. Transfer to statutory reserve to be 25%

OR

Q2. B. The Following Information is available in the books of MN Bank Limited as on 31st March 2021. Calculate the Rebate on Bill discounted as on 31st March 2021 and Give necessary Journal Entries. (08)

Bills Discounted Rs.1, 37, 05,000
 Rebate on Bill Discounted Rs.2, 21,600
 Discount Received Rs.10, 56,650

Details of bills discounted are as follows

Amount of bill	Due Date	Rate of Discount
18,25,000	05.6.2021	12%
50,00,000	12.6.2021	12%
28,20,000	25.6.2021	14%
40,60,000	06.7.2021	16%

Q2. C. From the Following Information Calculate of Provision on Non-Performing Assets (07)

Particulars	Rs.
Standard Assets	2500000
Sub Standard Assets	560000
Doubtful For 1 Year	25000
Doubtful For 2 Year	50000
Doubtful For 3 Year	100000
Doubtful For 4 Year	75000
Doubtful Unsecured	255000
Loss Assets	100000

Q3. A. From the following figures relating to Mukesh Insurance Company Ltd. for the year ended 31st March 2022. You are required to prepare the revenue account for Marine Department. (15)

Particulars	Amount
Reserve for Unexpired risk at 31-03-2021	22,00,000
Claims paid	12,00,000
Outstanding claims:	
As on 01-04-21	3,10,000
As on 31-03-22	8,50,000
Re-insurance premium:	
Paid	60,000
Recovered	50,000
Premium received	25,00,000
Commission:	
Direct Business	40,000
Reinsurance Ceded	8,000
Reinsurance Accepted	4,000
Salaries	30,000
Rent and Rates	1,100
Legal expenses (Regarding claim)	9,000
Printing and stationary	21,000
Management expenses	90,000
Postage	1,000

The reserve required for unexpired risk as on 31-03-2022 is 100% of the net premium received.

OR

Q.3 B. Sunflower General Insurance Company submits the following information for the year ended 31st March 2021.

Particulars	Direct Business	Reinsurance
Premium Received	66,75,000	9,50,000
Premium Paid		4,75,000
Claims paid during the year	42,50,000	5,00,000
Claim Payable		
As on 01-04-20	6,25,000	87,000
As on 31-03-21	7,18,000	60,000
Claim Received		3,25,000
Claim Receivable		
As on 01-04-20		65,000
As on 31-03-21		1,10,000
Commission:		
On Insurance Accepted	1,50,000	11,000
On Insurance Ceded		14,000
Expenses of Management	2,30,000	

- Expenses of Management Include Rs.35, 000 surveyors fees and Rs.45,000 legal expenses for settlement of claims.
- Reserve for unexpired risk is to maintained at 40%. The balance of reserve for unexpired risk as on 1/4/2020 was Rs.24, 50,000.

You are required to prepare the Revenue Account for the year ended 31st March 2021. (15)

Q4 A. The following Balances are extracted from the books of Sunil Ltd. as on 31st March, 2022: (15)

Particulars	(Rs in Lakhs)	
	Dr. (Rs.)	Cr. (Rs.)
Sales		30,000
Purchase of Materials	16,000	
Share Capital (Each share Rs.10)		1,000
Plant and machinery	3,800	
Land and Building	8,000	
Creditors		4,000
Debtors	5,000	
Director's Salaries	1,200	
Wages	1,900	
Work in Progress on 1-4-2021	3,000	
Equipment's	4,000	
Stock of Materials on 1-4-2021	1,000	
Profit and Loss Account balance on 1-4-2021		1,000
Secured Loan		3,000
Bank Overdraft		3,000
Interest on Debentures	3,000	
Depreciation	1,500	
Salaries	1,000	
Other Expenses	1,500	

Reserves		8,900
	50,900	50,900

Adjustments:

- (a) Income tax to be provided at 40% of the profits.
 (b) Stock of Materials and work in progress on 31st March 2022 were Rs. 1,500 lakhs and Rs. 1,700 lakhs respectively.
 You are requested to prepare profit and loss statement of the company as per Revised Schedule VI.

OR

Q.4 B. The Balance Sheet of KGS Ltd are as follows. (15)

Liabilities	2020	2021	Assets	2020	2021
Equity Share Capital	1,50,000	2,50,000	Goodwill	55,000	45,000
General Reserve		30,000	Land & Building	80,000	90,000
Profit and Loss Account		29,000	Plant and Machinery	40,000	1,00,000
Debentures	1,00,000		Stock	42,000	53,000
Sundry Creditors	57,000	46,000	Debtors	90,000	98,000
Bills Payable	30,000	6,000	Bills Receivables	8,000	12,000
Provision for Tax		25,000	Prepaid Expenses	6,000	4,000
Proposed Dividend		20,000	Cash in Hand	10,000	4,000
			Profit and Loss Account	6,000	
	3,37,000	4,06,000		3,37,000	4,06,000

Additional Information:

- During the year 2021 depreciation of Rs.8,000 and Rs.10,000 have been charged on Land & Building and Plant and Machinery respectively.
- An Interim Dividend of Rs.7,500 was paid during the year 2021.
- During the year 2021 Machinery having book value Rs.8000 was sold for Rs.7500.

Prepare Cash flow Statement for the year ended 31st December 2021.

Q.5 A. Explain Importance of Ethical behavior in Accounting Profession (08)

Q.5 B. Explain Cash flow from Financing, Investing and Operating activities with Examples (07)

OR

Q.5 Short Notes (Any 3 out of 5)

- Non-Performing Assets
- Reserve for unexpired risk
- Employees Benefit Expenses and Finance Cost
- Need of IFRS
- Whistle blowing
