



11. The authorized capital of Suhani Ltd. is Rs. 45,00,000/- divided into 30,000 shares of Rs.150/- each. Out of these company issued 15,000 shares of Rs. 150/- each at a premium of Rs.10/- per share. The amount was payable as follows:  
Rs. 50/- per share on application, Rs. 40/- per share on allotment (including premium), Rs. 30/- per share on first call and balance on final call, Public applied for 14,000 shares. All the money was duly received.  
Prepare an extract of Balance Sheet of Suhani Ltd. as per Revised Schedule-VI, Part-I of the Companies Act 1956 disclosing the above information. Also prepare 'notes to accounts' for the same. (4)

12. Ali, Bimal and Deepak are partners in a firm. On 1<sup>st</sup> April, 2013 their capital accounts stood at Rs. 4,00,000/-, Rs. 3,00,000/- and Rs. 2,00,000/- respectively. They shared profit and losses in the proportion of 5:3:2, Partners are entitled to interest on capital @10% per annum and salary to Bimal and Deepak @ Rs. 2,000/- per month and Rs. 3,000/- per quarter respectively as per the provisions of the partnership deed.  
Bimal's share of profit (excluding interest on capital but including salary) is guaranteed at a minimum of Rs. 50,000/- p.a. Any deficiency arising on that account shall be met by Deepak. The profits of the firm for the year ended 31<sup>st</sup> March, 2014 amounted to Rs. 2,00,000/-.  
Prepare Profit & Loss Appropriation Account for the year ended on 31<sup>st</sup> March, 2014. (6)

13. Saksham Ltd. purchased a running business from Abir Ltd. which had following assets and liabilities: (6)

| Particulars       | Amount (Rs.) |
|-------------------|--------------|
| Machinery         | 7,00,000.00  |
| Trade Receivables | 2,50,000.00  |
| Inventory         | 5,00,000.00  |
| Building          | 11,50,000.00 |
| Trade Payables    | 2,50,000.00  |

The purchase consideration was settled at Rs. 22,00,000/- which included a payment of Rs. 2,00,000/- by draft and remaining by issue of equality shares of Rs. 100/- each.

Pass journal entries in the books of Saksham Ltd. If

- Equity shares are issued at par.
- Equity shares are issued on premium of 25%.

14. The Balance Sheet of Sudha, Rahim and Kartik who were sharing profit in the ratio of 3:3:4 as on 31<sup>st</sup> March, 2014 was as follows: (6)

| Liabilities     | Amount (Rs.) | Assets          | Amount (Rs.) |
|-----------------|--------------|-----------------|--------------|
| General Reserve | 10,000.00    | Cash            | 16,000.00    |
| Bills Payable   | 5,000.00     | Stock           | 44,000.00    |
| Loan            | 12,000.00    | Investments     | 47,000.00    |
| Capitals:       |              | Land & Building | 60,000.00    |
| Sudha 60,000    |              | Sudha's Loan    | 10,000.00    |
| Rahim 50,000    |              |                 |              |
| Kartik 40,000   | 1,50,000.00  |                 |              |
|                 | 1,77,000.00  |                 | 1,77,000.00  |

Sudha died on 30th June, 2014. The partnership deed provided for the following on the death of a partner:

- Goodwill of the firm be valued at two years purchase of average profits for the last three years.
- Sudha's share of profit or loss till the date of her death was to be calculated on the basis of sales. Sales for the year ended 31<sup>st</sup> March, 2014 amounted to Rs. 4,00,000/- and that from 1<sup>st</sup> April to 30<sup>th</sup> June 2014 to Rs. 1,50,000/-. The profit for the year ended 31<sup>st</sup> March, 2014 was Rs.1,00,000/-.
- Interest on capital was to be provided @ 6% p.a.
- The average profits of the last three years were Rs. 42,000/-.
- According to Sudha's will, the executors should donate her share to "Matri Chhaya – an orphanage for girls".

Prepare Sudha's Capital Account to be rendered to her executors. Also identify the values being highlighted in the question.

15. Vikrant Ltd. issued 40,000 Equity Shares of Rs. 10/- each at a premium of Rs. 2.50 per share. The amount was payable as follows: (8)
- |                |   |  |
|----------------|---|--|
| On application | - | Rs. 2/- per share                      |
| On allotment   | - | Rs. 4.50 per share (including premium) |
| On Call        | - | Rs. 6/- per share.                     |

Owing to heavy subscription, the allotment was made on pro-rata basis as follows:

- Applicants for 20,000 shares were allotted 10,000 shares.
- Applicants for 56,000 shares were allotted 14,000 shares.
- Applicants for 48,000 shares were allotted 16,000 shares.

It was decided that excess amount received on applications would be utilized on allotment and the surplus would be refunded.

Ram to whom 1,000 shares were allotted, who belong to Category (a) failed to pay allotment money. His shares were forfeited after the call.

Pass the necessary Journal Entries in the books of Vikrant Ltd. for the above transactions.

(OR)

Dinesh Ltd. invited applications for issuing 10,000 Equity Shares of Rs.10/- each. The amount was payable as follows:

- On Application Rs. 1/-
- On Allotment Rs. 2/-
- On First Call Rs. 3/-
- On Second and final Call – Balance

The issue was fully subscribed. Ram to whom 100 shares were allotted, failed to pay the allotment money and his shares were forfeited immediately after allotment. Shyam to whom 150 shares were allotted, failed to pay the first call. His shares were also forfeited after the first call. Afterwards the second and final call was made. Mohan to whom 50 shares were allotted failed to pay the second and final call. His shares were also forfeited. All the forfeited shares were re-issued at Rs. 9/- per share fully paid-up. Pass necessary journal Entries in the books of Dinesh Ltd.

16. Sahaj and Nimish are partners in firm. They share profits and losses in the ratio of 2 : 1. Since both of them are specially abled, sometimes they find it difficult to run the business on their own. Gauri, a common friend decided to help them. Therefore, they admitted her into partnership for a 1/3<sup>rd</sup> share. She brought her share of goodwill in cash and proportionate capital. At the time of Gauri's admission, the Balance Sheet of Sahaj and Nimish was as under: (8)

| Liabilities               | Amount (Rs.) | Assets         | Amount (Rs.) |
|---------------------------|--------------|----------------|--------------|
| Capital Accounts :        |              | Machinery      | 1,20,000.00  |
| Sahaj 1,20,000            |              | Furniture      | 80,000.00    |
| Nimish 80,000             | 2,00,000.00  | Stock          | 50,000.00    |
| General Reserve           | 30,000.00    | Sundry Debtors | 30,000.00    |
| Creditors                 | 30,000.00    | Cash           | 20,000.00    |
| Employees' Provident Fund | 40,000.00    |                |              |
|                           | 3,00,000.00  |                | 3,00,000.00  |

It was decided to:

- Reduce the value of stock by Rs. 5,000/-.
- Depreciate furniture by 10% and appreciate machinery by 5%.
- Rs. 3,000/- of the debtors proved bad. A provision of 5% was to be credited on Sundry Debtors for doubtful debts.
- Goodwill of the firm was valued at Rs. 45,000/-.

Prepare Revaluation Account, Partners' Capital Accounts and Balance Sheet of the reconstituted firm. Identify the values being conveyed in the question.

(OR)

Prachi, Ritika and Ishita were partners in a firm sharing profits and losses in the ratio of 5 : 3 : 2. In spite of repeated reminders by the authorities, they kept dumping hazardous material into a nearby river. The court ordered for the dissolution of their partnership firm on 31<sup>st</sup> March 2014. Prachi was deputed to realize the assets and pay the liabilities. She was paid Rs. 1,000/- as commission for her services. The financial position of the firm was as follows:

| Liabilities                 | Amount (Rs.) | Assets           | Amount (Rs.) |
|-----------------------------|--------------|------------------|--------------|
| Creditors                   | 10,000.00    | Furniture        | 37,000.00    |
| Investment Fluctuation Fund | 4,500.00     | Stock            | 5,500.00     |
| Capitals :                  |              | Investments      | 15,000.00    |
| Prachi 40,000               |              | Cash             | 9,000.00     |
| Ritika 30,000               | 70,000.00    | Ishita's Capital | 18,000.00    |
|                             | 84,500.00    |                  | 84,500.00    |

Following was agreed upon :

Prachi took over investments for Rs. 12,500/-. Stock and furniture realized Rs. 41,500/-. There was old furniture which has been written off completely from the books. Ritika agreed to take away the same at the price of Rs. 3,000/-. Compensation paid to the employees amounted to Rs. 8,000/-. This liability was not provided in the above Balance Sheet. Realisation expenses amounted to Rs.1,000/-. Prepare Realisation Account, Partners' Capital Accounts and Cash Account to close the books of the firm.

Also identify the values being conveyed in the question.

