	ANNUAL EX				KEY (UN OFFICIAI	L)	
			CCOUNTANC				
	PREPARED BY A	BDUSSA	LAM PV HSS1 PART		E GHSS KATTILAI	NGADI	
[i] 1	Income and Expendit	ure accou		-A			
2	Partnership Deed						
3	Sacrificing Ratio						
4	His legal executors ac	count					
5	Subscribtion,Donnatio						
6	(a) 12000x 10/100x6.5/						
0	(b)12000x 10/100x5.5/						
7	7.Realisation a/c Dr	12 - 550					
,	To Ashok's capita	al a/c					
8	Income & Expendit		Profit &	loss alc	]		
Ũ	1.Prepared by N P O		Prepared by		rerns		
	2.Prepared on the bas	is of rece		-			
	payment account		Balance				
	3.Balnce will be Surpl	us or Defi		Net loss			
9	20:12:8 OR 5:3:2		net pront or i		]		
10	(a)Assets a/c Dr						
10	To revaluation a/c						
	(b)Revaluation a/c Dr						
	To Liabilities a/c						
	(c)Assets a/c Dr						
	To Revaluation a/c						
	(d)Revaluation a/c Dr						
	To Asset a/c	•					
[IV] 11.	Total amount of subs	cribtion re	eceived	50000			
	Add:Subscribtion o/s	2020	15000				
	Subscribtion rcvd in advance 2019 8000			23000			
				73000			
	Less:Subscribtion o/s	2019	10000				
	Subscribtion rcvd in a	advance 2	020 5000	15000			
				58000			
12		Method			luctuating Mrthod		
	1.Two accounts are prepared ie Capital & Cu						
	2.Capital balnce remain Fixed			Capital balnce always changed			
	3.All adjustments are made in current a/c			All adjustments are made in Capital a/c			
	4.Capital a/c always s				may sometime sho	w debit balance	
13	Average profit ₹83000						
14	PRU		LOSS APPRC			₹	
	Interest on capital		``	Net Profit	·	300000	
	Suku	12000				300000	
	Shyju	8400					
	Salary	0400	20400				
	suku	7200					
	Shyju	6000					
	Capital a/c	0000	13200				
	suku	159840					
	Shyju	106560					
	C	_00000	30000	-		300000	
15	(i)Cash a/c Dr		(ii) Realisatio	1	(iii)Realisation a/c		
-	Realisation a/c		Cash a/		Cash a/c		
		Dr					
	Sumesh's capita						
	•						

	٨						-		
	Α			В			1		
1.Receipt and Payment a/c			Cash Book						
2.Income and Exp	enditure a/c		Profit & los	s alc					
3.Specific Donation	on		<b>Capital Rec</b>	eipt					
4.Subscribtion			Revenue Re	eceipts					
5.Honorarium			Revenue Ex	penditure					
A document whic	h contains the	e terms and co	onditions of	partnership	busin	ess.	-		
Contents:-1.Name	e and address	of Partners 2.	Nature of Bu	usiness 3.P	lace of	business	i		
4.Profit sharing ra	atio (Any Four)	)							
Goodwill can be d	lefined as the	present value	of a firm's a	anticipated	excess	s earnings.			
[any other meaning the second se									
Factors Affecting	Goodwill: 1.N	ature of busir	ness 2.Locat	ion 3.Marke	et Situa	tion 4.Effi	ciency of N	gt	
(a) 1.Cash a/c D			2.Cash a/c	Dr	8000		-	-	
Priya's Cap		0	Suma's	s Capital		5000			
, ,				a's Capital		3000			
(b) Suma's Capita	la/c Dr	5000							
Shibina's Capi		3000							
Cash a			8000						
	F	RAHIM'S CAP							
PARTICU	LARS	₹	PAR	TICULARS		₹	]		
		-	Balance b/d			20000	)		
						1	1		
			Interest on	capital		1000			
			Interest on General res	•		1000 4500	1		
Executors a/c			General res	erve		4500			
Executors a/c		30500	General res P&L approp	erve		4500 5000			
		30500 30500	General res P&L approp	erve priationa/c	ON 31	4500 5000 30500			
		30500 30500 CCOUNT FOF	General res P&L approp THE YEAR	erve priationa/c ENDED AS	ON 31	4500 5000 30500 /03/2020			
INCOME AND EXI		30500 30500 CCOUNT FOF ₹	General res P&L approp THE YEAR	erve priationa/c ENDED AS COMES		4500 5000 30500 /03/2020 ₹			
INCOME AND EXI EXPENDIT Honorarium	URES	30500 30500 CCOUNT FOF ₹ 12000	General res P&L approp R THE YEAR IN Subscribtio	erve priationa/c ENDED AS COMES	48000	4500 5000 30500 /03/2020 ₹			
INCOME AND EXI EXPENDIT Honorarium Rent	URES 1000	30500 30500 CCOUNT FOF ₹ 12000	General res P&L approp THE YEAR IN Subscribtio Add;o/s	erve priationa/c ENDED AS COMES	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s	URES 1000 <u>2000</u>	30500 30500 CCOUNT FOF ₹ 12000 3000	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i	erve riationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery	URES 1000 <u>2000</u> 1000	30500 30500 CCOUNT FOF ₹ 12000 3000	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock	URES 1000 <u>2000</u> 1000 <u>500</u>	30500 30500 CCOUNT FOF ₹ 12000 3000 500	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage	URES 1000 <u>2000</u> 1000	30500 30500 CCOUNT FOF ₹ 12000 3000 500	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old t Entrance Fe Locker Ren	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock	URES 1000 <u>2000</u> 1000 <u>500</u>	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old I Entrance Fe Locker Ren	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe Locker Ren	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe Locker Ren ACCOUNT	erve priationa/c ENDED AS COMES news paper te	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe Locker Ren ACCOUNT PAR	erve priationa/c ENDED AS COMES news paper	48000 <u>4000</u>	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 500 44000 59500 EVALUATION ₹ 1500	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old I Entrance Fe Locker Ren ACCOUNT PAR Capital a/c	erve priationa/c ENDED AS COMES news paper te	48000 4000	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 500 44000 59500 EVALUATION ₹ 1500 1000	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena	erve priationa/c ENDED AS COMES news paper te	48000 4000	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old of Entrance Fe Locker Rem ACCOUNT PAR Capital a/c Veena Kavitha	erve priationa/c ENDED AS COMES news paper te	48000 4000	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture	URES 1000 <u>2000</u> 1000 <u>500</u> 500	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 VALUATION ₹ 1500 1000 1600 4100	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old i Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha	erve priationa/c ENDED AS COMES news paper t t	48000 4000	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500			
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock	URES 1000 2000 1000 500 500 RE LARS	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600 4100 C/	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old I Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha	ENDED AS COMES COMES news paper t TICULARS	48000 4000	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹ 4100 4100			CLI
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock	URES 1000 <u>2000</u> 1000 <u>500</u> 500 500 ELARS VEENA	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600 4100 C/ KAVITHA	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old r Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha APITAL ACC RAJESH	ENDED AS COMES COMES news paper se t TICULARS	48000 4000 2733 1367 ARS	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 \$9500 \$9500 ₹ 4100 4100	KAVITHA		SH
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock	URES 1000 2000 1000 500 500 RE LARS	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600 4100 C/ KAVITHA	General res P&L approp R THE YEAR IN Subscribtio Add;o/s Sale of old r Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha APITAL ACC RAJESH	erve priationa/c ENDED AS COMES news paper te t TICULARS OUNTS PARTICUL Balance b/	48000 4000 2733 1367 ARS	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹ 4100 4100	KAVITHA	)	
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock	URES 1000 <u>2000</u> 1000 <u>500</u> 500 500 ELARS VEENA	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600 4100 C/ KAVITHA	General res P&L approp R THE YEAR IN Subscribtio Add;o/s Sale of old r Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha APITAL ACC RAJESH	erve priationa/c ENDED AS COMES news paper e t TICULARS OUNTS PARTICUL Balance b/c	48000 4000 2733 1367 ARS d	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹ 4100 4100 VEENA 50000		2	
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock PARTICULARS Revaluation a/c	URES 1000 2000 1000 500 500 FRE LARS VEENA 2733	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 EVALUATION ₹ 1500 1000 1600 4100 C/ KAVITHA 1367	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old I Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha APITAL ACC RAJESH	erve priationa/c ENDED AS COMES news paper e t TICULARS OUNTS PARTICUL Balance b/ Cash Cash (G/W	48000 4000 2733 1367 ARS d	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹ 4100 4100 VEENA 50000 6000	KAVITHA 40000 3000	2	
INCOME AND EXI EXPENDIT Honorarium Rent Add:o/s Stationery Less:Stock Postage Surplus PARTICU Buildings Furniture Stock	URES 1000 <u>2000</u> 1000 <u>500</u> 500 500 ELARS VEENA	30500 30500 CCOUNT FOF ₹ 12000 3000 500 44000 59500 VALUATION ₹ 1500 1000 1600 4100 C/ KAVITHA 1367 51633	General res P&L approp THE YEAR IN Subscribtio Add;o/s Sale of old I Entrance Fe Locker Ren ACCOUNT PAR Capital a/c Veena Kavitha APITAL ACC RAJESH	erve priationa/c ENDED AS COMES news paper ee t TICULARS OUNTS PARTICUL Balance b/ Cash Cash (G/W Reserve Fu	48000 4000 2733 1367 ARS d	4500 5000 30500 /03/2020 ₹ 52000 2000 2500 3000 59500 ₹ 4100 4100 VEENA 50000	KAVITHA 40000 3000 10000	2	SH 20000

## ANALYSIS OF FINANCIAL STATEMENTS

[VII] 23 (b)Creditors of the company

24 (a)current liabilities

25 (c)intra-firm comparison

26 (b)Acid test ratio

[VIIi] 27 (a) Share Capital (b) Reserves and Surplus

28	Share application a/c Dr 3000						
	To Bank	3000					
29	1.To ascertain the relative importance of different 2.To identify the reasons for change in the profita	components of the financial position of the firm.• hility/financial position of the firm					
[ix] 30	1.Machinery a/c Dr 100000 2.Galxy Ltd a/c Dr 100000						
[17] 20	To Galaxy Ltd	100000 To Equity share capital 80000					
		To Securities Premium a/c 20000					
		To Securities Premium arc 20000					
31	(i)Redeem able Debentures (ii) Convertible Deb	entures (iii) Zero Coupon bonds					
51	1.To provide information about economic resource						
32	a business 2.To provide information about the ea						
	3.To provide information about cash flows						
[x] 33	(a) to issue fully paid bonus shares to the extent i	not exceeding unissued share capital of the company;					
	(b) to write-off preliminary expenses of the compa	any;(c) to write-off the expenses of,or commission paid					
	or discount allowed on any securities of the comp	bany;					
	(i)Reserve Capital :- Reserve Capital: A company						
34	to be called only in the event of winding up of the						
	'Reserve Capital' of the company. It is available o	nly for the creditors on winding up of the company					
	(ii)According to Section 43 of The Companies Act	, 2013, a preference share is one,					
	which fulfils the following conditions : (a) That it carries a preferential right to dividend to	n he naid either as a					
	fixed amount payable to preference shareholders						
	calculated by a fixed rate of the nominal value of						
	any dividend is paid to the equity shareholders. (b) That with respect to capital it carries or will ca	rry on the winding up					
	of the company, the preferential right to the repay						
	anything is paid to equity shareholders.						
	(c)Under Subscribtion:-Under subscription is a si	tuation where number of shares applied for is less					
	than the number for which applications have bee	n invited for subscription.					
35	1.Comparative Statements 2.Common size statem	ents 3.Trend analysis 4.Ratio Analysis 5.Cashflow					
	Ratio Analysis: It describes the significant relatio						
	between various items of a balance sheet and a s loss of a firm. As a technique of financial analysis						
	the comparative significance of the individual iter						
	position statements. It is possible to assess the p	rofitability, solvency and					
	efficiency of an enterprise through the technique	-					
36	Inventory Turn over Ratio = Cost of revenue from						
	Average in	-					
	Average Inventory = <u>Inventory at the beginn</u>	<u>aing + Inventory at the end</u> 2					
	40000 + 30000 / 2						
	Inventory Turn over Ratio = 80000/35000 = 2.285						
37	(i)Operating Activities (ii)Financing Activities (iii)						
X1 38	A	B					
	A.Issue of shares above the face value	Issue of shares at premium					
	B.Issue of shares below the face value	Issue of shares at discount					
	C.Cancellation of shares	Forfieture of shares					
	D.Demand for payment	call					
	E.Uncalled capital	Reserve capital					
39	Types of capital						
	Authorised Capital: Authorised capital is the amo	unt of share capital					
	which a company is authorised to issue by its Me	morandum of Association.					
	• Issued Capital: It is that part of the authorised ca	apital which is actually					
	issued to the public for subscription .						
	• Subscribed Capital: It is that part of the issued of	apital which has been actually					
	subscribed by the public.						
	Called up Capital: It is that part of the subscribe	d capital which has					
	been called up on the shares.						
	Paid up Capital: It is that portion of the called up	capital which has been					

actually received from the shareholders.

• Uncalled Capital: That portion of the subscribed capital which has not yet been called up.

Reserve Capital: A company may reserve a portion of its uncalled capital to be called only in the event of winding up of the company. Such uncalled amount is called 'Reserve Capital' of the company.

40

COMPARATIVE STATEMENT					
PARTICULARS	2019		Absolute Change	% Change	
Revenue from operations	160000	200000	40000	25	
Add:Other income	<u>20000</u>	<u>10000</u>	<u>-10000</u>	<u>-50</u>	
Total income	180000	210000	30000	16.67	
Less:Expenses	80000	100000	20000	25	
Profit Before Tax	100000	110000	10000	10	
Less:Income Tax	50000	55000	5000	10	
Profit After Tax	50000	55000	5000	10	

41 (a)Current ratio = 35000/17500 = 2:1

(b)Quick ratio = 25000/17500 = 1.43:1 Quick Assets = current Assets- Inventories

42 Body corporate, sperate legal entity, Perpetual succession, Common seal, Limited liability (Briefly explain)

43

DATE	PARTICULARS	₹	₹
1	Bank a/c Dr	100000	
	share application a/c		100000
2	Share application a/c Dr	80000	
	share capital a/c		80000
3	Share application a/c Dr	20000	
	Bank		20000
4	Sare allotment a/c Dr	60000	
	To share Capital		60000
5	Banka/c Dr	60000	
	share allotment		60000
6	Share first call a/c Dr	40000	
	share capital		40000
7	Bank a/c Dr	40000	
	Share First call a/c		40000
8	Share second and Final call a/c Dr	20000	
	Share capital		20000
9	Bank a/c Dr	20000	
	share second and final call		20000

44 Ownership: A 'share' represents ownership of the company whereas a debenture is only acknowledgement of Debt.

Return: The return on shares is known as dividend while the return on debentures is called interest.

Repayment: Normally, the amount of shares is not returned during the life of the company, whereas, generally, the debentures are issued for a specified period Voting Rights: Shareholders enjoy voting rights whereas debentureholders do not normally enjoy any voting right.

Security : Shares are not secured by any charge whereas the debentures are generally secured and carry a fixed or floating charge over the assets of the company.

Convertibility: Shares cannot be converted into debentures whereas debentures can be converted into shares.