

**Accountancy – Class XII**  
**Marking Scheme**

**PART A**

**(Accounting for Not-for-Profit Organizations, Partnership Firms and Companies)**

1	<p><b>Balance Sheet of _____ NPO. as on _____ Date</b></p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 10px auto;"> <thead> <tr> <th style="width: 35%;">Liabilities</th> <th style="width: 15%;">Amount (Rs.)</th> <th style="width: 35%;">Assets</th> <th style="width: 15%;">Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Tournament Fund 80,000</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Less: Tournament expenses 14000</td> <td style="text-align: right;">66,000</td> <td></td> <td></td> </tr> </tbody> </table>	Liabilities	Amount (Rs.)	Assets	Amount (Rs.)	Tournament Fund 80,000				Less: Tournament expenses 14000	66,000			(1)
Liabilities	Amount (Rs.)	Assets	Amount (Rs.)											
Tournament Fund 80,000														
Less: Tournament expenses 14000	66,000													
2	(c) 6% p.a.	(1)												
3	<p>iii. for the debts of the firm to the third parties;</p> <p>i. to each partner proportionately what is due to him/her from the firm for advances as distinguished from capital (i.e. partner's loan);</p> <p>ii. to each partner proportionately what is due to him on account of capital</p>	(1)												
4	b) 48,000	(1)												
5	7 ½ months	(1)												
6	Journal	(1)												
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 40%;">Particulars</th> <th style="width: 10%;">L.F.</th> <th style="width: 15%;">Debit (Rs.)</th> <th style="width: 20%;">Credit (Rs.)</th> </tr> </thead> <tbody> <tr> <td>2018 April, 1</td> <td>Ankit's capital A/c Dr Unnati Capital A/c Dr Aryan's Capital A/c Dr     To Profit and Loss A/c (Being Profit and Loss debit balance distributed at time of change in profit sharing ratio)</td> <td></td> <td style="text-align: right;">30,250 18,150 12,100</td> <td style="text-align: right; vertical-align: bottom;">60,500</td> </tr> </tbody> </table>	Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)	2018 April, 1	Ankit's capital A/c Dr Unnati Capital A/c Dr Aryan's Capital A/c Dr To Profit and Loss A/c (Being Profit and Loss debit balance distributed at time of change in profit sharing ratio)		30,250 18,150 12,100	60,500	(1)		
Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)										
2018 April, 1	Ankit's capital A/c Dr Unnati Capital A/c Dr Aryan's Capital A/c Dr To Profit and Loss A/c (Being Profit and Loss debit balance distributed at time of change in profit sharing ratio)		30,250 18,150 12,100	60,500										
7	<p>Total Capital as per C's Share (4,00,000 X (5/1)) 20,00,000</p> <p>Less Actual capital of A, B, C (10,00,000 + 4,00,000) 14,00,000</p> <p>Value of firm's Goodwill <span style="float: right;">6,00,000</span></p> <p style="text-align: right;">=====</p> <p>C's share of Goodwill = 6,00,000 X (1/5) = Rs. 1,20,000</p>	(1/2)												
8	Journal	(1)												
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Date</th> <th style="width: 40%;">Particulars</th> <th style="width: 10%;">L.F.</th> <th style="width: 15%;">Dr Amount (₹)</th> <th style="width: 20%;">Dr Amount (₹)</th> </tr> </thead> <tbody> <tr> <td>2018 Nov, 2</td> <td>Profit and Loss Suspense A/c Dr.     To Kavleen's Capital A/c (Being Kavleen's share of profit up to the date of her death transferred to her capital account)</td> <td></td> <td style="text-align: right;">9,375</td> <td style="text-align: right;">9,375</td> </tr> </tbody> </table>	Date	Particulars	L.F.	Dr Amount (₹)	Dr Amount (₹)	2018 Nov, 2	Profit and Loss Suspense A/c Dr. To Kavleen's Capital A/c (Being Kavleen's share of profit up to the date of her death transferred to her capital account)		9,375	9,375	(1)		
Date	Particulars	L.F.	Dr Amount (₹)	Dr Amount (₹)										
2018 Nov, 2	Profit and Loss Suspense A/c Dr. To Kavleen's Capital A/c (Being Kavleen's share of profit up to the date of her death transferred to her capital account)		9,375	9,375										
9	Journal													

Date	Particulars	L.F	Dr Amount (Rs.)	Dr Amount (Rs.)															
2019 April, 1	Investment Fluctuation Reserve A/c Dr. To Investment A/c To A's capital A/c To B's Capital A/c (Being the transfer of excess Investment Fluctuation reserve to partner's capital account in old profit sharing ratio)		60,000	20,000 24,000 16,000	(1)														
10	because the claim of the partner against the firm is increased by the amount of liability assumed.				(1)														
11	C's Share acquired from A and B each = $\frac{1}{5} \times \frac{1-1}{2} = \frac{1}{10}$ A's Share = $\frac{3}{5} \times \frac{1-5}{10} = \frac{3}{10}$ B's Share = $\frac{2}{5} \times \frac{1-3}{10} = \frac{2}{10}$ New Profit Sharing ratio of A: B: C is 5:3:2 Yes, new profit sharing ratio is 5:3:2				1														
12	b) Rs. 2,50,000				(1)														
13	Reserve Capital				(1)														
14	<b>a) Statement Showing Expenditure on Medicine consumed during the year ending 31<sup>st</sup> March, 2019:-</b> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;">Particulars</th> <th style="width: 30%;">Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Amount paid for medicines during the year</td> <td style="text-align: right;">2,00,000</td> </tr> <tr> <td>Add: Opening Stock of medicines</td> <td style="text-align: right;">50,000</td> </tr> <tr> <td>Less: Closing stock of medicines</td> <td style="text-align: right;">(95,000)</td> </tr> <tr> <td>Less: Opening Creditors</td> <td style="text-align: right;">(20,000)</td> </tr> <tr> <td>Add: Closing Creditors</td> <td style="text-align: right;">10,000</td> </tr> <tr> <td> Medicine consumed during the year</td> <td style="text-align: right;"> <u>1,45,000</u> -----</td> </tr> </tbody> </table>				Particulars	Amount (Rs.)	Amount paid for medicines during the year	2,00,000	Add: Opening Stock of medicines	50,000	Less: Closing stock of medicines	(95,000)	Less: Opening Creditors	(20,000)	Add: Closing Creditors	10,000	 Medicine consumed during the year	 <u>1,45,000</u> -----	$\frac{1}{2} \times 6$
Particulars	Amount (Rs.)																		
Amount paid for medicines during the year	2,00,000																		
Add: Opening Stock of medicines	50,000																		
Less: Closing stock of medicines	(95,000)																		
Less: Opening Creditors	(20,000)																		
Add: Closing Creditors	10,000																		
 Medicine consumed during the year	 <u>1,45,000</u> -----																		
Or																			
<b>Basis of distinction</b>		<b>Income and Expenditure</b>		<b>Receipt and Payment Account</b>															
Nature		It is like as profit and loss account, hence is a nominal account.		It is the summary of the cash book, hence a real account.															
Nature of items		It records items of Revenue and expense nature only.		It records receipts and payment of cash and bank.															
Period		Items in Income and Expenditure account relate to the current period.		Receipts and payments items may relate to preceding and succeeding periods.															
					1 1 1														

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## Journal

Date	Particulars	L.F.	Dr Amount (₹)	Dr Amount (₹)
September 30, 2019	Ana's Capital A/c Dr		18,000	
	Pranjal's Capital A/c Dr		12,000	
	To Danish's Capital A/c (Being Danish's share of goodwill adjusted in capital Accounts of Ana and Pranjal)			30,000
September 30, 2019	Profit and Loss Suspense A/c Dr		5,400	
	To Danish's Capital A/c (Being Danish's share of profit up to date of his death transferred to his capital account)			5,400
September 30, 2019	Danish's Capital A/c Dr		5,35,400	
	To Danish's Executor's A/c (Being amount due to Danish transferred to his executor's account)			5,35,400

(1)

(1)

(1)

Working Notes:-

Sales = 2,00,000 + 20% of 2,00,000  
= 2,00,000 + 40,000

Profit % = 10% - 1% = 9%

Danish's Share of Profit = Rs. 2,40,000 X 9/100 X 5/10 X 6/12 = Rs. 5,400

(1)

16

## Journal

Date	Particulars	L.F.	Dr Amount (₹)	Dr Amount (₹)
2018 March, 31	Maanika's Capital A/c Dr. Bhavi's Capital A/c Dr. To Komal's Capital A/c (Being the deficiency of komal met by Maanika and Bhavi)		2,40,000 1,60,000	4,00,000

(2)

Dr

**Profit and Loss Appropriation A/c  
For the year ended 31<sup>st</sup> March, 2018**

Cr

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Net Loss (Profit and Loss A/c)	22,00,000	By Loss transferred to Maanika's Capital A/c	12,00,000
		Bhavi's Capital A/c	8,00,000
		Komal's Capital A/c	2,00,000
	<u>22,00,000</u> =====		<u>22,00,000</u> =====

(1 ½)

Working note:

Loss of the firm : 22,00,000

Komal's share of loss = 22,00,000 X 1/11 = 2,00,000

Guaranteed minimum profit = 2,00,000

½

OR

Firm's		Particular's	Alia's		Bhanu's		Chand's	
Dr	Cr		Dr	Cr	Dr	Cr	Dr	Cr
	80,000	Profits Given	30,000		30,000		20,000	
40,000		Salary		18,000		4,000		18,000
40,000		Profit to be credited		15,000		15,000		10,000

			30,000	33,000	30,000	19,000	20,000	28,000	
<b>RECTIFYING JOURNAL ENTRY</b>									
<b>Date</b>	<b>Particulars</b>	<b>L.F.</b>	<b>Amount (₹)</b>	<b>Amount (₹)</b>					
31 <sup>st</sup> March, 2017	Bhanu's Capital A/c Dr To Chand's Capital A/c To Alia's Capital A/c (Being Salary, profit share incorrectly distributed, now adjusted)		11,000	3,000 8,000					
17	<b>Extract of Balance Sheet of Bliss Products Ltd.</b> As at								
<b>Particulars</b>		<b>No te No</b>	<b>Amount Current Year</b>	<b>Amount Previous Year</b>					
<b>I. EQUITY AND LIABILITIES</b>									
<b>1. Shareholder's Fund</b>									
a. Share Capital		1	39,70,000		1½				
Notes to Accounts:									
<b>Note No.</b>	<b>Particulars</b>		<b>Amount (₹)</b>						
1	<b>Share Capital</b>								
	<b>Authorized Capital</b> 90,000 Equity shares of ₹ 100 each		90,00,000	1					
	<b>Issued Capital</b> 50,000 Equity shares of ₹ 100 each		50,00,000	1					
	<b>Subscribed Capital</b> <b>Subscribed and Fully Paid Capital</b> 39,000 Equity shares of ₹100 each	39,00,000							
	<b>Add: Forfeited Shares (1,000 of ₹70 each)</b>	70,000	39,70,000	1½					
18	Journal								
<b>Date</b>	<b>Particulars</b>	<b>L.F.</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>	(4)				
	Realization A/c Dr To K's Capital A/c (Being wife's loan discharged by the partner)		6,000	6,000					
	Realization A/c Dr To Bank A/c (Being balance creditor's paid at a discount of 10% after part payment through furniture)		27,000	27,000					

	K's Capital Account To Realization A/c (Being unrecorded machine taken over by a partner)	Dr	3,000	3,000	
	R's Capital A/c K's Capital A/c S's Capital A/c To Profit and Loss A/c ( being debit balance of Profit and Loss distributed amongst partners)	Dr Dr Dr	5,000 5,000 5,000	15,000	

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**Dr. Income and Expenditure Account Cr**  
**For the year ended 31<sup>st</sup> March, 2019**

Expenditure	Amount (₹)	Income	Amount (₹)
To Advertisement	13,100	By Donations	20,000
To Rent, Rates and Taxes	14,000	By Proceeds from Charity show	16,200
To Repairs	15,000	By Subscription	52,000
To Printing and Stationery	16,000	By Entrance fees	6,000
To Telephone expenses	1,000	By Interest on investments	7,200
To Depreciation on furniture (70000x15/100x9/12)	7,875		
To excess of Income over expenditure	34,425		
	1,01,400		1,01,400
	=====		=====

(½ X  
10) = 5  
+ 1  
(subs)

**Dr Subscription Account Cr**

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Subscription in arrears in the beginning	6,000	By Subscription in advance at end	4,000
To Income and Expenditure	52,000	By Receipts and Payments	52,000
To Subscription in advance at end	5,000	By Subscription in arrears at end	7,000
	<b>63,000</b>		<b>63,000</b>

20

a)

Journal				
Date	Particulars	L.F	Amount (Rs.)	Amount (Rs.)
	Bank A/c To Deb Application and Allotment A/c (Being the application money received)	Dr.	1,05,000	1,05,000
	Debenture Application and Allotment A/c Loss on Issue of Debenture A/c To 12% Debenture A/c To Security Premium Reserve To Premium on Redemption A/c (Being 1,000 debentures issued at a premium of 5% and redeemable at 2% premium)	Dr Dr	1,05,000 2,000	100000 5000 2000
	Vendor A/c Discount on issue of Debenture A/c To 12% Debenture (Being Debentures issued to vendors at a	Dr	9,00,000 1,00,000	10,00,000

[2]

[2]

[2]

[2]

b)	discount of 10% )		1000000	1000000	[2]	
	Debiture Suspense A/c                      Dr To 11% DebitureA/c (Being 10,000 11% debentures of Rs. 100 issued as collateral security)					
<b>Or</b>						
c)	<b>Date</b>	<b>Particulars</b>	<b>L.F</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>	
		Debiture Redemption Investment A/c Dr To Bank A/c (being specified investments purchased)		30,000	30,000	[1 ½]
		10%DebitureA/c                                      Dr To Debiture Holder A/c (being debenture due for redemption)		2,00,000	2,00,000	[1 ½]
		Debiture HolderA/c                                      Dr To Bank A/c (Being payment made to debenture holders)		2,00,000	2,00,000	[1 ½]
		Debiture Redemption ReserveA/c                      Dr To General Reserve A/c (Being the transfer of Debiture Redemption Reserve to General Reserve on the redemption of debentures)		50,000	50,000	[1 ½]

21	<b>Revaluation Account</b>			
	<b>Dr.</b>		<b>Cr.</b>	
	<b>Particulars</b>	<b>Amount (Rs.)</b>	<b>Particulars</b>	<b>Amount (Rs.)</b>
	To MachineryA/c	21,000	By StockA/c	70,000
	To Furniture A/c			
	To Provisionfor doubtfuldebts	5,000		
		8,000		
	To partner's CapitalA/c-Gain on revaluation	36,000		
	Gautam's Capital A/c 27,000			
	Yashica's Capital A/c 9,000			
		70,000		70,000
		=====		=====

<b>Partner's Capital Account</b>							
<b>Dr.</b>				<b>Cr.</b>			
<b>Particulars</b>	<b>Gautam (Rs.)</b>	<b>Yashica (Rs.)</b>	<b>Asma (Rs.)</b>	<b>Particulars</b>	<b>Gautam (R s.)</b>	<b>Yashica (Rs)</b>	<b>Asma (Rs.)</b>
To Gautam's current A/c	2,67,000	----	----	By balanceb/d	4,00,000	1,00,000	---
				By RevaluationA/c	27,000	9,000	---
				By Bank A/c	---	----	2,10,000
				By Premium for Goodwill	50,000	---	-----
To balance c/d	2,10,000	1,40,000	2,10,000	By Yashica's current A/c		31,000	
	4,77,000	1,40,000	2,00,000		4,77,000	1,40,000	2,10,000
	=====	=====	=====		=====	=====	=====

**Balance sheet of Gautam, Yashica and Asma  
As at 31.3.2018**

Liabilities	Amount(Rs.)	Assets	Amount(Rs.)
Sundry Creditors	50,000	Cash	3,50,000
Bills Payable	30,000	Debtors	80,000
Capital Accounts:-		(-) Provision for doubtful debts	<u>8,000</u>
Gautam- 2,10,000		Stock	2,10,000
Yashica- 1,40,000		Furniture	60,000
Asma <u>2,10,000</u>	5,60,000	(-) Depreciation	<u>5,000</u>
Gautam's current A/c	2,67,000	Machinery	2,10,000
		(-) Depreciation	<u>21,000</u>
		Yashica's current A/c	31,000
	<u>9,07,000</u>		<u>9,07,000</u>

[2]

**Working Note:-** Total Capital of the firm =  $2,10,000 \times \frac{8}{3}$

$$= 5,60,000$$

Gautam's capital in the firm =  $5,60,000 \times \frac{3}{8}$

$$= 2,10,000$$

Yashica's capital in the firm =  $5,60,000 \times \frac{2}{8}$

$$= 1,40,000$$

**OR**

Dr.		Revaluation Account		Cr.	
Particulars	Amount(Rs.)	Particulars	Amount (Rs.)		
To Provision for doubtful debts	700	By Creditors A/c	2,500		
To Partner's Capital A/c – Gain on Revaluation					
X	900				
Y	600				
Z	<u>300</u>				
	1,800				
	<u>2,500</u>				
	<u>2,500</u>				

[3]

**Dr. Partner's Capital Account Cr.**

Particulars	X (Rs.)	Y (Rs.)	Z (Rs.)	Particulars	X (Rs.)	Y (Rs.)	Z (Rs.)
To Z's capital A/c	9,000	----	3,000	By balance b/d	90,000	60,000	30,000
To Cash a/c	---	9,000	----	By Reserve A/c	3,000	2,000	1,000
To Y's Loan A/c	---	68,600	----	By Revaluation A/c	900	600	300
To balance c/d	90,000		30,000	By Workmen compensation Fund A/c	4,500	3,000	1,500
				By X's Capital A/c	---	9,000	----
				By Y's Capital A/c	---	3,000	----
				By Cash A/c	600	----	200
	<u>99,000</u>	<u>77,600</u>	<u>33,000</u>		<u>99,000</u>	<u>77,600</u>	<u>33,000</u>

[3]

**Balance sheet of X and Z**  
As at 31st March, 2018

Liabilities	Amount(Rs.)	Assets	Amount (Rs.)
Sundry Creditors	14,100	Cash	6,800
Y's LoanA/c	68,600	Debtors	21,000
Capital Accounts:-		(-) Provision for doubtful debts	<u>2,100</u>
X- 90,000		Stock	19,000
<u>Y-30,000</u>	1,20,000	Machinery	58,000
		Building	1,00,000
	<u>2,02,700</u>		<u>2,02,700</u>

[2]

Working note:-

1. Calculation of Gaining Ratio:

	X	Y	Z
OldRatio	3/6	2/6	1/6
NewRatio	3/4	--	1/4
GainingRatio	3/12	---	1/12

2. Y's share of Goodwill  $36,000 \times \frac{2}{6} = 12,000$

22

Date	Particulars	L.F	Amount (Rs.)	Amount (Rs.)
	Bank A/c Dr To Share Application A/c (Being application money received)		36,00,000	36,00,000
	Share Application A/c Dr To Share Capital A/c To Call in Advance A/c (being application money transferred to share capital, securities premium reserve, calls)		36,00,000	24,00,000 12,00,000
	Share Allotment A/c Dr To Share Capital A/c To Security Premium Reserve A/c (Being allotment money due)		24,00,000	16,00,000 8,00,000
	Bank A/c Dr Call in Advance A/c Dr Call in Arrear A/c Dr To Share Allotment A/c (Being first call money received)		11,76,000 12,00,000 24,000	24,00,000
	Share First Call A/c DR To Share Capital A/c (Being first call money due)		24,00,000	24,00,000
	Bank A/c Dr Call in Arrears A/c Dr To Share First Call (Being first call money received)		22,32,000 1,68,000	24,00,000
	Share Capital A/c Dr Security Premium Reserve A/c Dr To Call in Arrear A/c DR To Share Forfeited A/c (Being Dhvani and Sargam's share's forfeited for non- payment of allotment and/or call money)		4,48,000 16,000	2,72,000 1,92,000
	Bank A/c Dr To Share Capital A/c		19,00,000	1,60,000

[ ½ ]

[1]

[ ½ ]

[1]

[ ½ ]

[1]



		To Security Premium Reserve A/c (Being forfeited share's reissued for 95 per share Rs. 80 paid up)			30,000	[1½]
		ShareForfeitedA/c Dr To Capital Reserve A/c (Being balance in share forfeitureaccount transferred to capitalreserve)		92,000	92,000	[1]
		<b>Or</b>				[1]
a)						
	<b>Date</b>	<b>Particulars</b>	<b>L.F</b>	<b>Amount (₹)</b>	<b>Amount (₹)</b>	
		Equity ShareCapitalA/c Dr To Equity Share Forfeited A/c To Calls in ArrearsA/c ( Being forfeiture of 10 shares executed)		70	50 20	
		Bank A/c Dr To Share Capital A/c (Being eight shares reissued to Y as ₹ 8 per share paid up for ₹ 8 per share)		64	64	[1]
		Equity ShareForfeitedA/c Dr. To Capital Reserve A/c (Being gain on reissue of forfeited shares transferred to Capital Reserve)		40	40	[1]
b)						[1]
	<b>Date</b>	<b>Particulars</b>	<b>L.F</b>	<b>Amount (₹)</b>	<b>Amount (₹)</b>	
		Equity ShareCapitalA/c Dr SecurityPremiumA/c Dr To Equity Share Forfeited A/c To Calls in ArrearsA/c ( Being Mr. M's shares forfeited)		1,600 800	1,200 1,200	[1] [2]
c)						
	<b>Date</b>	<b>Particulars</b>	<b>L.F</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>	
		Equity Share Capital A/c Dr To Share Forfeited A/c To Calls in Arrears A/c ( Being 50 shares forfeited for non-payment of calls)		500	350 150	[1]
		Bank A/c Dr ShareForfeitedA/c Dr To Share CapitalA/c (Being 20 shares reissued for Rs. 8 per share)		160 40	200	[1]
		ShareForfeitedA/c Dr. To Capital Reserve A/c (Being gain on reissue of forfeited shares transferred to Capital Reserve)		100	100	[1]
23	The current ratio will increase					1
24	a) Inventory Turnover Ratio and Working Capital Turnover Ratio					[1]
25	Increased					[1]
26	Labor unions analyze the financial statements:					
	a) To assess whether an enterprise can increase theirpay.					[ ½ ]
	b) Tocheckwhetheranenterprise canincreaseproductivityorraisethepricesofproducts/ services to absorb a wageincrease.					[ ½ ]

(any other relevant point to be marked)							
27	Cash flow from Investing Activities				[ ½ ]  [ ½ ]		
	<b>Inflows</b>	<b>Amount (Rs.)</b>					
	Dividend Received	70,000					
	Sale of Old Machinery	69,000					
	<b>Outflows</b>						
	Net Cash outflow from Investing Activities	(7,61,000)					
28	False.				[1]		
29	Answer – I-c; II- b; III- a				[1]		
30	Net Profit Before Tax – Tax paid = Net Profit After Tax $x - 30/100 (x) = \text{Rs. } 7,00,000$ $x = \text{Rs. } 7,00,000 (100/70)$ $x = \text{Rs. } 10,00,000$ Net Profit Before Tax = Rs. 10,00,000 Interest Payment = $6/100 (\text{Rs. } 20,00,000) = \text{Rs. } 1,20,000$ Earning Before Interest and Tax = Net Profit Before Tax + Interest Payment $= \text{Rs. } 10,00,000 + \text{Rs. } 1,20,000$ $= \text{Rs. } 11,20,000$ $\text{Interest Coverage ratio} = \frac{\text{Earning Before Interest and Tax}}{\text{Interest Expense}}$ Interest Coverage Ratio = $\text{Rs. } 11,20,000 / \text{Rs. } 1,20,000$ Interest Coverage Ratio = 9.33 times				[1]		
	<b>Or</b>						
	S. No	Item	Major Head	Sub Head	[1]		
	i.	Debentures with maturity period in current financial year	Current Liabilities	Other Current Liabilities	[1]		
	ii)	Securities Premium Reserve	Shareholder's Fund	Reserves and Surplus	[1]		
	iii)	Provident Fund	Non-Current Liabilities	Long Term Provision			
	31	<b>Particulars</b>	<b>2016-17 (Rs.)</b>	<b>2017-18 (Rs.)</b>	<b>Absolute Increase/ Decrease (Rs.)</b>	<b>Percentage Increase/ Decrease (%)</b>	[ ½ X 8 ]
		Revenue from Operations	10,00,000	12,00,000	2,00,000	20%	
		Add other Income	50,000	60,000	10,000	20%	
		Total Revenue	10,50,000	12,60,000	210,000	20%	
Less Employee Benefit Expenses		50,000	60,000	10,000	20%		
Profit before tax		10,00,000	12,00,000	2,00,000	20%		
Less Tax (50%)		5,00,000	6,00,000	1,00,000	20%		
Profit after tax		5,00,000	6,00,000	1,00,000	20%		
<b>Or</b>							

Common Size Balance Sheet of R Ltd.  
As at 31<sup>st</sup>March, 2018 and 2019

Particulars	Note no.	Absolute Amounts		Percentage of Balance sheet Total	
		31.3.2018 (Rs.)	31.3.2019 (Rs.)	31.3.2018 (%)	31.3.2019 (%)
<b>I EQUITY AND LIABILITIES</b>					
1. Shareholder's Funds:					
a. Share Capital		4,00,000	5,00,000	66.7	62.5
b. Reserve and Surplus		1,20,000	1,60,000	20	20
2. Current Liabilities:					
a. Trade Payable		80,000	1,40,000	13.3	17.5
<b>Total</b>		<b>6,00,000</b>	<b>8,00,000</b>	<b>100</b>	<b>100</b>
<b>II ASSETS</b>					
1. Non-Current Assets:					
a. Fixed Assets:					
i. Tangible Assets		2,40,000	3,20,000	40	40
ii. Intangible Assets		60,000	40,000	10	5
2. Current Assets					
a. Inventories		60,000	1,60,000	10	20
b. Trade Receivables		2,00,000	2,40,000	33.3	30
c. Cash and Cash Equivalents		40,000	40,000	6.7	5
<b>Total</b>		<b>6,00,000</b>	<b>8,00,000</b>	<b>100</b>	<b>100</b>

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**Cash Flow Statement As per AS 3 (Revised)**

Particulars		
<b>I Cash from Operating Activity</b>		
Net Profit Before Tax		
Profit during the year	1,50,000	
Add transfer to Reserve	<u>50,000</u>	
		2,00,000
Add:- Non Cash Non-Operating Expenses		
Depreciation provided	40,000	
Loss on Sale of Assets	18,000	
Goodwill Amortised	<u>5,000</u>	63,000
Less Non-Operating Income	--	-----
Operating Profit before Working Capital		2,63,000
Add Increase in Trade Payable	17,000	<u>17,000</u>
		2,80,000
Less : Increase in Inventory	(75,000)	
Increase in Trade Receivable	(67,000)	<u>(1,42,000)</u>
Cash From Operating Activities before Tax		1,38,000
Less Tax Paid		<u>(30,000)</u>
Cash From Operating Activities After tax		<u>1,08,000</u>

[4]

Dr		Machinery A/c		Cr	
Particulars	Amount (₹)	Particulars	Amount (₹)		
To Balance b/d	2,00,000	By Accumulated Depreciation	20,000		[1]
To Bank A/c (Purchases)	1,60,000	By Loss on sale of Fixed Asset	18,000		
		By Bank A/c	42,000		
		By Balance c/d	2,80,000		
	3,60,000		3,60,000		
Dr		Accumulated Depreciation A/c		Dr	
Particulars	Amount (₹)	Particulars	Amount (₹)		
To Machinery A/c	20,000	By balance b/d	80,000		[1]
To Balance c/d	1,00,000	By Statement of Profit and loss account	40,000		
	1,20,000		1,20,000		

	i)	