

HERAMB COACHING CLASSES

Yogeshwar Towers, Katemanivali, Kalyan (East)

S.Y.B.COM/ FA

MARKS: 30

DURATION: 1 Hour

DATE: 10-03-2019

Q.1. Baneshwar Ltd was incorporated on 1st September 2009 to take over the business of Ekta and Gomati, a partnership firm with effect from 1st April 2009. Following is their Profit and Loss Account for the year ended 31st March 2010. **(15 Marks)**

Particulars	Rs	Particulars	Rs
To Salaries	39,000	By Gross Profit	1,80,000
To Rent	8,000	By Interest on Fixed Deposit	12,000
To Bad Debts	11,000		
To Office Expenses	2,400		
To Director Fees	1,000		
To Debenture Interest	2,800		
To Selling Expenses	24,300		
To Salary to Partners	5,000		
To Printing and Stationery	6,000		
To Preliminary Expenses	1,500		
To Net Profit	91,000		
	1,92,000		1,92,000

Additional Information:

- a. Average monthly turnover from October 2009 to March 2010 was twice the average monthly turnover from April 2009 to September 2009
 - b. Rent is doubled from 1st December 2009
 - c. Bad Debts include Rs 2,000 in respect of sales affected two years ago. Remaining Bad Debts are out of sales affected throughout the year.
 - d. In lieu of interest on purchase consideration the vendor would get 40% of the profit earned in Pre incorporation period.
 - e. Interest on Fixed Deposit was received for the entire year.
- Prepare Columnar Profit and Loss Account of Baneshwar Ltd for the year ended 31st March 2010.

Q.2. M/s Nimish Pvt Ltd was incorporated on 1st August 2012 to take over the business of Mr. Chinmay with effect from 1st April 2012. **(15 Marks)**

The following Profit and Loss Account was prepared for the year ended 31st March 2013

Particulars	Rs	Particulars	Rs.
To Office Salaries	24,000	By Gross Profit	1,00,000
To Chinmay's Salary	2,000	By Share Transfer Fees	2,000
To Advertisement	18,000		
To Printing and Stationery	1,500		
To Travelling Expenses	4,000		
To Office Rent	9,600		
To Electricity Charges	5,100		
To Director's Fees	1,200		
To Auditor's Fees	600		
To Bad Debts	1,200		
To Commission on Sales	7,000		
To Preliminary Expenses	2,000		
To Debenture Interest	2,300		
To Interest on Capital	800		
To Depreciation	2,100		
To Net Profit	20,600		
	1,02,000		1,02,000

Additional Information:

- (i) Total Sales for the year amounted to Rs. 8,00,000 arose evenly per month up to 30.9.2012 where after they recorded an increase of two third per month during the rest of the period.
 - (ii) Office rent was paid @ Rs. 8,400 p.a. up to 30th Sept 2012 and thereafter it was paid @ Rs. 10,800 p.a.
 - (iii) Travelling Expenses include Rs. 1,600 towards sales promotion. The balance of the travelling expenses are fixed in nature
 - (iv) Bad Debts written off were:
 - (a) A Debt of Rs. 400 taken over from the vendor
 - (b) A Debt of Rs. 800 in respect of goods sold in Sept 2012
 - (v) Mr. Chinmay agreed to get his account audited
 - (vi) Depreciation includes Rs. 600 for the assets acquired in the post incorporation period
 - (vii) Allocate other expenses and income in an appropriate manner.
- Prepare Statement showing Profit before and after incorporation.

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