

1. The following Trial Balance was extracted from the books of Mr "A" as on 31st March 2018:

Particulars	Dr ()	Particulars	Cr ()
Plant & Machinery	78,000	Capital Account	1,00,000
Furniture	2,000	Sales	1,27,000
Purchases	60,000	Returns of Goods	750
Returns of Goods	1,000	Discount	800
Opening Stock	30,000	Sundry Creditors	25,000
Discount	425	Provision for Doubtful debts	525
Sundry Debtors	45,000		
Salaries	7,550		
Manufacturing wages	10,000		
Carriage Outwards	1,200		
Rent, Rates and Taxes	10,000		
Advertisement	2,000		
Cash	6,9030		
	2,54,075		2,54,075

Prepare Trading and Profit and Loss Account for the year ended March 31, 2018, and a Balance Sheet as on that date after making the following adjustments:—

- Closing Stock was valued at Rs. 34,220
- Provision for Doubtful Debts is to be kept at Rs. 500.
- Allow Interest on Capital at 10% p.a.
- Furniture was old and the same was disposed off for Rs. 760 in exchange of new furniture costing Rs. 1,680. The net invoice of Rs. 920 was passed through Purchase Register. (No Depreciation need be charged on old and new furniture).
- Depreciate Plant and Machinery by 10% p.a.
- The proprietor Mr A has taken goods worth Rs. 5,000 for personal use, and distributed goods worth Rs. 1,000 as samples. (Marks 15)

2. The following Trial Balance of Shri Om, as on 31st March, 2018. You are requested to prepare the Trading and Profit and Loss Account for the year ended 31st March, 2018 and a Balance Sheet as on that date after making the necessary adjustments:—

Particulars	Dr. (₹)	Cr. (₹)
Sundry Debtors/Creditors	5,00,000	2,00,000
Outstanding liability for Expenses	55,000	—
Wages	1,00,000	—
Carriage Outwards	1,10,000	—
Carriage Inwards	50,000	—
General Expenses	70,000	—
Cash Discounts	20,000	—
Bad Debts	10,000	—
Motor Car	2,40,000	—
Printing and Stationery	15,000	—
Furniture and Fittings	1,10,000	—
Advertisement	85,000	—
Insurance	45,000	—
Salesman's commission	87,500	—
Postage and Telephone	57,500	—
Salaries	1,60,000	—
Rates and Taxes	25,000	—
Capital Account/Drawings	20,000	14,43,000
Purchases/Sales	55,00,000	19,87,500
Opening Stock	2,50,000	—
Cash at Bank	60,000	—
Cash in Hand	10,500	—
	36,30,500	36,30,500

The following adjustments are to be made:

- Closing Stock was valued at Rs 7,25,000.
- A Provision for Doubtful Debts are to be created to the extent of 5 percent on Sundry Debtors.
- Depreciate—Furniture and Fittings by 10%, Motor Car by 20%.
- Shri Om had withdrawn goods worth Rs. 25,000 during the year.
- On 31st March, Goods for Rs. 75,000 were sent to a customer on 'Sale or Return' basis at a profit of 50% on cost and recorded as actual sales.
- The Salesmen was entitled to a Commission of 5% on total sales.
- Debtors include Rs. 25,000 bad debts.
- Printing and Stationery expenses of Rs. 55,000 relating to previous year had not been provided in that year but was paid in this year by debiting outstanding Liabilities.
- Purchases include purchases of Furniture worth Rs. 50,000.

3. Show how will you deal with the following items while preparing the final accounts of Tulsian Club for the year ending on March 31, 2018: (Marks 15)

AN EXTRACT OF RECEIPTS AND PAYMENTS ACCOUNT OF TULSIAN CLUB,

DELHI

Dr.	for the year ended 31st March, 2018		Cr.
Receipts	Rs.	Payments	Rs.
Admission Fees	5,000	Prizes awarded	2,000
Life Membership Subscription	50,000	Tournament Expenses	1,00,000
Donations	1,00,000	Construction of Building	3,00,000
Tournament Fund	50,000	12% Fixed Deposit	
		on 1.7.2017	1,00,000
Proceeds of Tournament tickets	40,000		
Donations for Prizes	2,800		
Donation for Building	5,00,000		
Interest on 12% Fixed Deposit	6,000		
Subscription for Governor's Party	3,450		
Interest on Prize Fund Inves.	1,200		
Interest on Building Fund Inves.	40,000		

Additional Information:

Particulars	As at 1.4.2017	As at 31.3.2018
Tournament Fund	5,000	?
Prize Fund	5,000	?
10% Prize Fund Investments	12,000	?
Building Fund	4,00,000	?
10% Building Fund Investments	4,00,000	?
Capital Fund	9,00,000	?
Subscription for Governor's party outstanding	—	550

4. The following is the Receipts and Payments Account of the Calcutta Club for the year ending 31.3.2018

Receipts	Rs.	Payments	Rs.
Opening Balances:		Salaries	6,000
Cash	1,025	Sports Expenses	6,900
Stamps	50	Electricity	1,000

Bank F.D.	10,000	Telephone	1,200
S.B. Account	4,200	Postage Expenses	200
Current Account	2,100	General Body Expenses	700
10% Govt. Securities	1,80,000	Printing and Stationery	850
Subscriptions:		Building Purchase Account	12,000
2016-2017	1,010	Repairs	
2017-2018	18,900	Closing Balances:	400
2018-2019	900	Cash	1,740
Donations	7,000	Stamps	25
Bank Interest Received	1,340	Bank F.D.	11,000
Receipts from Sports	2,600	S.B. Account	22,310
Telephone Recoveries	900	Current Account	3,700
Interest on Govt Securities			
(After T.D.S. 10%)	18,000	10% Govt. Securities	1,80,000
	2,48,025		2,48,025

A building costing one lac of rupees was purchased during the last year and Rs. 88,000 was paid for it.

Subscription outstanding for 2017-2018 Rs. 1,100

Salaries outstanding Rs. 200

Interest accrued on Bank deposits but not received Rs. 200

The Government Securities of the face value of Rs. 2,00,000 (cost Rs. 1,80,000) present investment of the Endowment Fund.

Required: From the above, prepare Income and Expenditure Account for the year 2017-2018 and also the Balance Sheet as on 31.3.2018 of the Calcutta Club.

(Marks 15)

All The Best