

Please check whether you have got the right question paper.

- N.B:
1. All questions are compulsory subject to internal choice
 2. Each question carry 15 marks
 3. Figures to the right indicate full marks
 4. Working notes should form part of your answer

Q.1 A From the following Trial Balance of Mumbai Consumer Co-operative Society Limited,
Prepare Final Account for the year ended 31-03-2019.

15

Particulars	Dr (Rs)	Cr (Rs)
Share Capital	-	9,60,000
Calls in arrear	60,000	-
Reserve Fund	-	90,000
Consumer Goods Fund	-	30,000
Opening Stock of Consumer Goods	6,60,000	-
Furniture	2,88,000	-
Education Fund	-	72,000
Sundry Creditors	-	1,20,000
Sundry Debtors	1,80,000	-
Salaries	4,26,000	-
Commission	1,04,400	-
Rent, rates & taxes	1,20,000	-
Postage & Stationary	72,600	-
Land	54,000	-
Interest on Investment	-	60,000
Equipment	1,20,000	-
Purchases	98,40,000	-
Investments	6,00,000	-
Sales	-	123,63,000
Cash in hand	1,50,000	-
Cash at Bank	10,20,000	-
	1,36,95,000	1,36,95,000

Adjustments:

1. Authorised Capital 1,20,000 shares of Rs 10 each
2. Outstanding rent payable Rs 6,000
3. Outstanding salaries Rs 12,000
4. Salaries paid in advance Rs 18,000
5. Interest accrued on investment Rs 12,000
6. Transfer to Education fund Rs 600
7. Closing stock of Consumers goods valued at a cost of Rs 8,40,000
8. Depreciate Furniture by 10%
9. Transfer 25% of the current year's net profit

OR

Particulars	Dr (US \$)	Cr (US \$)
Head Office Account	-	900
Sales	-	8,100
Goods from Head Office	4,500	-
Opening Stock	750	-
Furniture	1,000	-
Cash in hand	105	-
Cash at bank	95	-
Outstanding expenses	-	100
Salaries	1,300	-
Tax & Insurance	25	-
Rent	100	-
Debtors	1225	-
	9100	9100

The Branch Account in the books of Head Office showed a debit balance of Rs 45,000 and Goods sent to branch showed a credit balance of Rs 3,23,000.

The closing stock at branch was valued at US \$ 450

The exchange rate on different dates were mentioned below:

On 01-04-18 1 US \$ = Rs 70

31-03-19 1 US \$ = Rs 74

Average rate 1 US \$ = Rs 72

For Furniture it was 1 US \$ = Rs 60, Rate of depreciation 10% p.a.

Prepare :

1. Trial Balance incorporating given, converting dollars into rupees.
2. Trading and Profit & Loss Account for the year ended 31-03-19 and Balance sheet as on that date in the books of the Reliance Limited for the purpose of incorporating in the main Balance Sheet.

Q.2 A From the following information, Prepare Profit and Loss Account of Dena Bank Ltd. for 15
 the year ended 31-3-2019. Bad debts to be written off amounted to 3.80 lakhs. Provision for
 taxation may be made at 35%. Transfer 20% of profits to Statutory Reserve and provide
 3 lakhs for dividends.

Particulars	Rs.
Interest on Loans	25.90
Interest on Fixed Deposits	27.50
Commission	0.82
Rebate on Bills Discounted	4.90
Salaries and Allowances	5.40
Discount on Bills Discounted (Net)	14.60
Interest on Cash Credit	22.30
Depreciation on Bank's Property	4.00
Rent and Rates	1.80
Interest on Overdraft	15.40
Director's Fees	0.30
Audit Fees	0.50

Interest on Saving Deposits	6.80
Postage	0.14
Printing and Stationery	0.29
Sundry Expenses	0.15

OR

Q.2 B Prepare the Balance sheet of Array Bank Ltd., as on 31st March, 2019 from the following 15 particulars:-

Particulars	Rs.
Current Accounts	2,80,000
Savings Bank Deposits	2,20,000
Current Year Profit	80,000
Subscribed Capital	2,00,000
Cash in hand and at Bank	2,00,000
Furniture	60,000
Buildings	3,00,000
Loans	1,60,000
Cash Credits	60,000
Fixed Deposits	4,80,000
Customers' Liability for Acceptances and Endorsement	40,000
Investment	6,00,000
Money at Call and Short Notice	1,00,000
Authorized Capital	3,00,000
Acceptance and Endorsement for customers	40,000
Bills discounted and purchased	80,000
Bills payable	1,00,000

Other Information:

The Reserve Fund is equal to the paid-up-capital. The aforesaid profit is arrived at before making adjustment for unexpired discount of Rs.20,000/- on Bill discounted during the current year but not matured up to the accounting date.

Particulars	in lakh
Premiums received	1500.0
Re-insurance premiums paid	100.0
Claims paid	700.0
Expenses of Management	300.0
Commission paid	50.0
Claims outstanding on 31.3.2019	100.0
Create reserve for unexpired risk @40%	

Prepare Revenue account for the year ended 31.3.2019.

OR

- Q.3 B From the following balances extracted from the books of Excellence General Insurance 15
 company Ltd., as on 31st March, 2019. You are required to Prepare Revenue Accounts in
 respect of Fire and Marine Insurance Business for the year ended 31st March, 2019.

Particulars	Fire (Rs.)	Marine (Rs.)
Premium Received	4,50,000	3,30,000
Agents Commission	40,000	20,000
Expense of Management	60,000	45,000
Re insurance Premium (Debit)	25,000	15,000
Outstanding claims as on 1 st April,2018	28,000	7,000
Claim paid	1,00,000	80,000
Reserve for unexpired risk as on 1 st April,2018	2,00,000	1,40,000

The following additional points are also to be taken into consideration:

1. Premium outstanding as on 31st March,2019 were (a) Fire Insurance – Rs.30,000
 (b) Marine Insurance – Rs. 20,000.
2. Reserve for unexpired risk to be maintained at 50% and 100% of Net Premium in
 respect of Fire and Marine Insurance respectively.
3. Expenses of Management due on 31st March,2019 were Rs.10,000 for Fire Insurance
 and Rs. 5,000 for Marine Insurance.
4. Claims outstanding as on 31st March,2019 were (a) Fire Insurance – Rs.10,000
 (b) Marine Insurance – Rs.15,000.

Q.4 A Match the Column A with appropriate answer from Column B (Answer any eight out of ten): 08

Column A	Column B
1. Non-occupancy charges	a) Independent branch
2. Contribution to Repairs & Maintenance fund	b) Part IV
3. Reserve for Unexpired Risk	c) Credited to Revenue A/c
4. Licence for banking	d) Dependent branch
5. Commission on Reinsurance Ceded	e) 100% of Premium in case of Marine Insurance
6. Balance sheet of banking company	f) Schedule 9
7. Non- integral foreign operation	g) Maximum of 10% of service charges
8. Integral foreign operations	h) Issued by RBI
9. Content of Management Report	i) Minimum of 0.75% per annum of the construction cost of each flat
10. Advances	j) Form A

Q.4 B State whether the following statements are True or False (Answer any Seven out of Ten): 07

1. For a co-operative society, compulsory transfer to Reserve Fund is 25% of the net profits each year.
2. Exchange difference of Integral foreign branch is transferred to Profit & Loss Account.
3. Rebate on bill discounted is unearned discount.
4. Treasury bills are usually for 3 months.
5. Dead stock is shown in the balance sheet of a cooperative societies under fixed assets.
6. Apex Society operates at state level.
7. Value of shares of each member in the capital of the society is Rs 25.
8. A banking company is required to transfer 30% of its profit to Reserve fund.
9. Revenue Account of a life insurer is prepared in Form B-PL.
10. Schedule B of IRDA Regulation is divided into 10 parts.

OR

Q.4 C Write Short Notes on (Answer Any Three out of Five)

1. Contra Items in Banking Co Balance Sheet
2. Types of Insurance
3. Managing Committee of Co-operative Society
4. Statutory Reserve
5. Rules for conversion (Integral foreign operations)
