

Additional Information :---

1. Incomplete work by the end of the year was ₹ 75,000
2. Depreciate Office equipments @ 20 % , Books @ 15 % , Furniture & Bldgs - @ 10 %.
3. Half of the Articles' Premium to be carried forwarded for the next year.

Prepare Final Accounts on Cash Basis.

OR

Q.3 Jeet, Jafar and John are partners in a solicitors' firm, sharing profit and losses in the ratio of 5:3:2. (15)

Following is their Trial Balance as on 31-3-2017.

Particulars	Debit ₹	Credit ₹
Reserve for Fees (1-4-2016)		3,25,000
Apprentice Premium		10,000
Rent	25,000	
Office Expenses	75,000	
Advances for Expenses		3,75,000
Books	1,00,000	
Furniture and Computers	2,00,000	
Motor-Car	3,00,000	
Capital :---		
Jeet - 2,50,000		
Jafar - 1,50,000		
Jhon - 1,00,000		5,00,000
Sundry Expenses	1,75,000	
MotorCar Expenses	40,000	
Salaries	3,00,000	
Fees		11,40,000
Debtors for Fees	3,00,000	
Cash & Bank	5,60,000	
Telephone & Internet Charges	50,000	
Drawings :---		
Jeet - 1,12,500		
Jafar - 72,500		
Jhon - 40,000	2,25,000	
	23,50,000	23,50,000

Other Information :---

1. The Apprentice were appointed on 1-4-2013 for four years.
2. Closing Work-in-Progress is ₹ 1,50,000.
3. Rs. 25,000 were spent for expenses on behalf of clients but they were recorded as office expenses.
4. Depreciate assets in the following manner :---  
Motor Car - @ 25% , Furniture & Computers - @ 15 % , Books - @ 5 %.

Prepare Final Accounts on Cash Basis.

Q. 4. Shri Shakti Ruia filed a petition for bankruptcy on 31-3-2017. (15)

He started his business on 1-4-2014 with Capital of ₹ 3,00,000. 10 % interest was charged on capital annually on original amount of capital over the period of 2014-15, 2015-16 and 2016-17. During this period he earned total profits of ₹ 3,00,000 and incurred loss of ₹ 1,80,000 (2016-17). His total Drawings were ₹ 1,86,000.