

OR

Ques 2 (A) Explain Types of Debentures.

(07)

(B) Sarim Ltd. issued on 1-1-2015, 2000, 13% Debentures of Rs 100 each at 4.5% Discount. Redeemed at par as below.

(08)

On 31-12-2015 500 Debentures

On 31-12-2016 700 Debentures

On 31-12-2017 600 Debentures

On 31-12-2018 200 Debentures

Prepare Debenture Discount A/c in the books of company.

Ques 3 Explain AS 1 (Disclosure of Accounting Policies)

(15)

OR

Ques 3 Explain AS 2 (Valuation of Inventories)

(15)

Ques 4 The Balance sheet of Rimsha Ltd. as on 31-03-2018 is as under.

(15)

Liabilities	Rs	Assets	Rs
Equity Share Capital	8,00,000	Land & Building	6,00,000
8% Pref. share capital	3,00,000	Machinery	6,00,000
General Reserve	1,00,000	Debtors	3,60,000
9% Debentures	3,00,000	Stock	2,40,000
Creditors	3,00,000	Bills Receivable	40,000
Bills payable	80,000	Bank balance	1,60,000
Employees profit sharing fund	60,000		
Outstanding Expenses	60,000		
	20,00,000		20,00,000

Additional Information :

(1) Sales (Cash sales is 25% of credit sales)

Rs 60,00,000

(2) Cost of Goods Sold Rs. 45,00,000

(3) Opening Stock Rs 3,60,000

(4) Profit before Debenture interest & 50% Tax Rs.8,67,000

(5) Assume 300 days in a year.

Calculate the following ratios.

(1) Gross Profit Ratio (2) Net Profit Ratio

(3) Current Ratio (4) Liquid Ratio

(5) Debtors Ratio (6) Stock Turnover

OR

(A) Discuss the importance of Accounting Ratios.

(10)

(B) Earnings Per Share

(5)

(2)