

Q-2

Bindiya Company issued a prospectus inviting applications for 20,000 Ordinary shares of Rs. 10 each at a premium of Rs. 2 per share payable as under : [15]

On Application	Rs. 2
On Allotment	Rs. 5 (Including premium)
On First Call	Rs. 2
On Second Call	Rs. 3

Applications were received for 30,000 shares and allotment made pro-rata to the applicants of 24,000 shares and the remaining applications were refused and the amount was refunded. Money over paid on applications was to be transferred to Allotment Account.

A, to whom 800 shares were allotted, failed to pay the allotment money and B, to whom 1,000 shares were allotted failed to pay the two calls. These shares were forfeited after making second call.

All the shares were sold to Mr. X, credited as fully paid, for Rs. 8 per share.

Pass necessary journal entries in the books of the company.

Q-3 (A) What are the Financial Statements? State the characteristics of Financial Statement. [08]

Q-3 (B) Discuss the limitations of Financial Statement. [07]

OR

Q-3 Write short note on :

(1) Common size Statements [08]

(2) Characteristic of Financial Statement [07]

Q-4

Prepare a Balance sheet as at 31st March, 2018, required under schedule VI of Companies Act from the information given below of Balmukund Ltd. [15]

Particulars	Rs.	Particulars	Rs.
Sundry Creditors	11,45,000	Loose Tools	50,000
Sundry Debtors	12,25,000	Stores	4,00,000
Term Loan (secured by stock)	10,00,000	General Reserve	20,50,000
Loan from Directors	2,00,000	Investments	2,25,200
Advances	3,72,000	Fixed Assets (WDV)	51,50,000
Cash & Bank	2,75,000	Finished Goods	7,50,000
Staff Advance	55,000	Capital works in progress	2,00,000
Provision for Tax	1,70,000	P & L A/c (Debit Balance)	3,00,000
Provision doubtful debtors	20,200	Miscellaneous exp.	58,000
Securities Premium	4,75,000	Equity share capital	30,00,000
		10% Red. Pref. Capital	10,00,000

Additional Information :

(1) Authorised share capital consists of

(a) 30,000 equity shares of Rs. 100 each

(b) 10,000, 10% Redeemable Preference shares of Rs. 100 each.

(2) Depreciation on fixed Assets Rs. 5,00,000.

OR

Q-4

Prepare Profit & Loss A/c for the year ended on 31st December, 2018 under schedules VI of the Companies Act 1956 with imaginary figures also give necessary notes required for that. [15]

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(2)