

SYBCOM SEMESTER END ASSESSMENT APRIL 2023 (Regular/Repeat)

Course Title: ACCOUNTING FOR SERVICE ORGANISATION

Course code: UCOC110

Course: CC

Semester: IV

Duration: 02 Hours

Max Marks: 80

- Instructions: 1. Question 1 is compulsory.
 2. Answer **ANY THREE** questions from Q.2 to Q.6.
 3. Working notes should form a part of solution.
 4. Figures to the right in brackets indicate maximum marks.

Q.1 The following figures are extracted from the books of BOI Ltd. as on 31.03.2022.

Particular	Amount	Particular	Amount
Interest received on loan	12,95,000	Director Fees	15,000
Interest paid on FD	13,75,000	Auditor fees	6,000
Establishment charges	2,70,000	Interest paid on saving A/c	3,40,000
Interest & Discount received	7,30,000	Postage and Telegram	7,000
Interest received on cash credit	11,15,000	Printing and Stationary	14,500
Interest paid on RD	2,10,000	Law Charges	8,500
Commission	41,000	Rent and Rates paid	90,000
Interest received on overdraft	7,70,000	Share Capital	1,00,000

Additional information:

1. Provide for bad and doubtful debts necessary Rs. 2,00,000.
2. Rebate on bill discounted as on 31.03.2022 Rs. 2,45,000.
3. Provision for taxation is 6,43,500.
4. Propose Dividend 5%.

Prepare the Profit & Loss A/c as per Banking regulation Act.

(20 Marks)

Q.2 From the following details, prepare the Balance Sheet of Om Marine Insurance Co. Ltd. for the year ended 31st March 2021.

Particular	Amount	Particular	Amount
Equity share capital	30,00,000	Outstanding Premium	42,400
Unclaimed Dividends	4,800	Advance tax payments	1,24,000
Profit & Loss A/c (Debit)	5,29,600	Sundry Debtors	18,400
Sundry Creditors	25,200	Govt. of Indian Securities	18,40,000
Agents' Balance (Debit)	2,92,800	Debentures of other companies	3,60,000
Interest accrued but not received	16,400	Shares in limited companies	7,20,000
Due to Re-insurance	1,20,000	State Govt. Securities	17,60,000
Land & Building	16,800	Cash & Bank balances	1,88,800
Stock of stationary	5000	Premium Less Re-insurance	24,80,000

Additional Information:

1. Provide 24,80,000 towards reserve for unexpired risks.
 2. Outstanding claims on 31/03/2021 was Rs. 2,80,000.
 3. Depreciation on Land & Building should be provided Rs. 4,200.
- (20 Marks)

Q.3 The trial balance of Sairaj Hotel Ltd. 31/03/ 2022 is given below.

Particular	Debit	Credit
Share Capital (25,000 Equity share)		25,00,000
General reserve		7,50,000
Furniture	1,75,000	
Vehicles	1,50,000	
Kitchen Equipment	1,10,000	
Premises	8,00,000	
Bonus to Staff	50,000	
Opening stock of Provision	7,50,000	
Salaries to Staff	2,50,000	
Gas, heating and lighting Expenses	2,00,000	
Audit fees	20,000	
Collection from Visitors (Sales)		1,75,00,000
Visitors ledgers (Debtors)	42,50,000	
Cash in Hand	10,000	
Sundry Creditors		12,35,000
Legal Charges	50,000	
Purchase of Materials	1,51,95,000	
Interest received		25,000
	2,20,10,000	2,20,10,000

Additional information:

1. Closing Stock of Provision on 31.03.2022 is RS 15,00,000
- 2 Depreciation :-
 - a) Furniture 8,750
 - b) Kitchen Equipment 11,000
 - c) Vehicles 22,500
 - d) Premises 80,000
- 3 Managing director is entitled to a commission Rs. 77,530.
- 4 Provision of Income tax for the current year Rs. 7,50,000.
- 5 Purchase of materials worth Rs. 50,000 were not recorded in the books.

Prepare Profit and Loss Statement of Hotel for the year ended 31/03/2022. (20 Marks)

Q.4 From the following information, prepare a Balance Sheet of Laxmi Bank Ltd. as on 31.03.2020, giving the relevant schedules.

Particular	Amount
Bills Discounted	4,50,000
Reserve fund	1,92,500
Cash credit and overdraft	7,00,000
Unclaimed dividend	2,500
Loans to public sectors	11,50,000
Saving Deposit	12,50,000
Furniture	10,000
Fixed Deposit	10,00,000
Profit and Loss (Credit Balance)	80,000
Inter Office adjustments (Debit)	2,500
Cash in Hand	1,25,000
Cash with RBI	3,25,000
Investment at cost	2,50,000
Balance with BOI	10,000
Stationary & Stamps	2,500
Paid up share capital (RS 10 face value)	5,00,000

Additional information:

1. Acceptances and Endorsement is Rs. 4,00,000.
2. Bills for collection Rs. 1,00,000.

(20 Marks)

Q.5 i) From the following particulars prepare the Praveen Fire Insurance Revenue A/c for the year 2021-22.

Particular	Amount
Premium received	6,00,000
Claim paid	2,00,000
Legal expenses regarding claim	5,000
Claims outstanding on 01/04/2021	20,000
Re-insurance premium ceded (paid)	60,000
Commission	10,000
Expanses of Management	15,000
Reserve for Unexpired risk	2,60,000

Following additional points are given:

1. Claims outstanding on 31/03/2022 Rs. 35,000.
2. Provide 50% of Net premium towards reserve for Unexpired risk. (10 Marks)

ii) Sygenta India Ltd. issued 5000 shares of Rs. 10 each. M/s Sunrise & Sons entered into an underwriting the whole of the issues to the public at a commission of 5%. The company received application for 4,300 shares, hence balance was taken up by the underwriters.

Pass necessary Journal Entries in the books of company, assuming that all the amount has been received in full. (10 Marks)

Q.6 Answer **ANY FOUR** from the following: (4*5 = 20 Marks)

- a) Explain the different types of deposits.
- b) Meaning of Banking & Banking company.
- c) Explain the different types of Advances.
- d) Note on Partial Underwriting with example.
- e) Concept of Underwriting.
- f) Marked application V/s Unmarked Application.

The End