

Enroll No

K.E.Society's
Rajarambapu Institute of Technology,
Rajaramnagar
 (An Autonomous Institute, affiliated to SUK)
 Unit Test II
 F.Y.M.B.A.(IEV) Sem- II

Q.P.Code
UT458

Course Code: MIV1091

Course Name: Entrepreneurial Finance

Day & Date: Friday 02/06/2023

Time : 02:30 to 03:30

Max Marks: 25

- Instructions:** 1) All questions are compulsory
 2) Figures to the right indicate maximum marks
 3) Assume suitable data if not given
 4) Use of a non-programmable calculator is allowed

Que. 1. Prepare the Profit and Loss account and Balance sheet of Starfish Co. for the year ended 31st March 2022 from the following information. **(CO_3 Marks 15)**

Particulars	Rs	Particulars	Rs.
Gross Profit from Trading A/C for the year ended 31-03-2022	80,000	Stationary	1,000
Commission Received	5,000	Bank Charges	1,000
Discount Received	3,000	Repairs & Renewals	3,000
Bank Interest	7,000	Advertisement	5,000
Dividend Received	5,000	Carriage Outwards	6,000
Office Rent	8,000	Bad Debts	1,000
Insurance	4,000	Interest on Loan	3,000
Salaries	10,000	Discount Allowed	2,000
Audit Fees	3,000	Loss on sale of assets	3,000
Capital	41,000	Interest on Overdraft	1,000
Sundry Creditors	28,000	Drawings	2,000
Building	55000	Bank overdraft	13,550
Furniture	8000	Plant & Machinery	40000
Cash in hand	1800	Sundry Debtors	11000
		Provision for doubtful debts	250

Adjustments:

1. Prepaid Insurance was Rs. 1,000
2. Outstanding salary amount to Rs. 3,000
3. Depreciation on Plant & Machinery @ 10% p.a. & 15% on Building.

Que 2. Attempt any one of the following.

(CO_3 Marks 10)

- A)** Mane Patil Transport Company Ltd. purchased transportation vehicle of Rs. 50 lakh on 1st Jan. 2020. The annual depreciation rate is 10%. You are required to show the book value of vehicle on 31st Mar. 2023 after charging depreciation. Apply the Straight Line Method and Written Down Value method of depreciation to show the book value of vehicle and also show the Journal entries of above transactions for any one method.
- B)** Though it is not mandatory every organization prepares Bank Reconciliation Statement. Do you agree? Justify.

