

## 23101 Financial Accounting and Auditing VII – Financial Accounting

Date of Exam : 18.11.2022

TYBCOM SEM - V

### Solution for MCQs

**Q.1 A Select the appropriate answer from the following. [Any 10] 10 Marks**

- 1 Interest Accrued but not due on bank loan appears in Balance Sheet under the head of  
**c) Other Current Liabilities**
- 2) Arrears of Preference dividend is not paid in the Internal Reconstruction Scheme,  
**c) No entry appears**
- 3) Investment Accounting is governed by  
**a) AS 13**
- 4) Buy back of shares results in  
**a) Reduction of Share Capital**
- 5) One of the following is not regarding the Internal Reconstruction  
**d) Liquidation of Company**
- 6) Whistle Blowing is  
**d) An act of reporting illegal Activities**
- 7) CSR stands for  
**b) Corporate Social Responsibility**
- 8) Copy Rights is shown in Company Balance Sheet under the head of  
**b) Intangible Assets**
- 9) One of the following is not a fixed income investment  
**b) Equity Shares**
- 10) One of the following is the sources of buy back of shares  
**c) Profit and Loss Account**
- 11) Ex interest price and Cum interest price are the prices relating to  
**d) Debentures**
- 12) One of the following is not the ethics of Professional Accountant  
**d) Frauds**

**1.B Match the following items from table A and B ( Any 10) 10 Marks**

Column A	Ans	Column B
1 Balance in Capital Reduction Account	<b>f</b>	Transferred to Capital Reserve Account
2 Goodwill written off	<b>k</b>	Debited to Capital Reduction Account
3 Partly paid Equity Shares	<b>g</b>	Cannot be bought back
4 Wages and Bonus	<b>h</b>	Employees Benefit Expenses
5 Loose tools	<b>i</b>	Inventories
6 Pre Acquisition dividend	<b>a</b>	Deducted from the cost of investment
7 Post Acquisition Dividend	<b>j</b>	Revenue Receipts
8 General Reserve	<b>l</b>	Free Reserve
9 Security Premium	<b>d</b>	Premium on buy back of shares written off
10 Code of ethics	<b>c</b>	Set of Standards and Principles
11 Sub division of Shares	<b>b</b>	Increase in number of shares
12 Ex Interest price	<b>e</b>	Excluding interest

## Question 2

### Solution:

#### Canisha Ltd. Balance Sheet as at 31<sup>st</sup> March, 2022

Particulars	Note	Rs.
<b>I. EQUITY AND LIABILITIES</b>		
<b>1. Shareholders Funds</b>		
a. Share Capital	1	24,00,000
b. Reserves and Surplus	2	3,08,500
<b>2. Non-Current Liabilities</b>		
Long-Term Borrowings	3	18,00,000
<b>3. Current Liabilities</b>		
a. Trade Payables	4	5,28,000
b. Other Current Liabilities	5	61,000
<b>Total</b>		<b>50,97,500</b>
<b>II. ASSETS</b>		
<b>1. Non-Current Assets</b>		
Property, Plant and Equipment		
- Tangible Assets	6	37,06,000
- Intangible Assets (Goodwill)		2,03,000
<b>2. Current Assets</b>		
a. Inventories		6,00,000
b. Trade Receivables	7	4,78,600
c. Cash and Cash Equivalents (Cash and Bank)		1,09,900
<b>Total</b>		<b>50,97,500</b>

#### Profit and Loss Statement For The Year Ended 31<sup>st</sup> March, 2022

Particulars	Note	Rs.
1. Revenue From Operations (Sales)		23,40,000
2. Other Income		
<b>I. Total Revenue</b>		<b>23,40,000</b>
Expenses		
1. Purchases	8	10,95,000
2. Change in Inventories	9	(1,50,000)
3. Employee Benefits Expenses	10	6,01,190
4. Finance Costs	11	1,08,000
5. Depreciation and Amortisation Expenses	12	1,43,200
6. Other Expenses	13	2,46,110
<b>II. Total Expenses</b>		<b>20,43,500</b>

<b>III. Profit/(Loss) for the Period</b>		2,96,500
<p style="color: red; text-align: center;"><b>Marking Scheme: 11 Note X 1Mark each = 11 Marks  + 2 Mark for Notes of Trade receivable + 2 Mark for  Notes of Other Expenses+ 1 Mark PBT + 2 Mark PAT  + 2 Mark for Total = 20 Marks</b></p>		
Notes to Accounts		Rs.
<b>1. Share Capital</b>		
<b>Equity Share Capital</b>		
Subscribed and Paid-up Capital		24,00,000
<b>Total</b>		<b>24,00,000</b>
<b>2. Reserves and Surplus</b>		
a. General Reserve		1,50,000
b. Surplus Account		
Opening Balance	87,000	
Add: Profit for the year 2021-22	<u>2,96,500</u>	
	3,83,500	
Less: Appropriations		
Interim Dividend Paid	2,25,000	1,58,500
<b>Total</b>		<b>3,08,500</b>
<b>3. Long-Term Borrowings</b>		
6% Debentures		18,00,000
<b>4. Trade Payables</b>		
a. Sundry Creditors		3,00,000
b. Bills Payable		2,28,000
<b>Total</b>		<b>5,28,000</b>
<b>5. Other Current Liabilities</b>		
a. Director's Fees Outstanding		2,000
b. Salaries Outstanding		5,000
c. Debenture Interest Outstanding		54,000
<b>Total</b>		<b>61,000</b>
<b>6. Tangible Assets</b>		
a. Premises	20,00,000	
Less : Depreciation (2%)	<u>40,000</u>	19,60,000
b. Plant and Machinery	18,00,000	
Less : Depreciation (5%)	<u>90,000</u>	17,10,000
c. Furniture	43,200	
Less : Depreciation	<u>7,200</u>	36,000
<b>Total</b>		<b>37,06,000</b>
<b>7. Trade Receivables</b>		

	Sundry Debtors	5,02,000
	Less : Provision for Doubtful Debts	23,400
	<b>Total</b>	<b>4,78,600</b>
<b>8.</b>	<b>Purchases</b>	
	Purchases	11,10,000
	Less : Free Samples	15,000
	<b>Total</b>	<b>10,95,000</b>
<b>9.</b>	<b>Change in Inventories</b>	
	Opening Stock	4,50,000
	Less : Closing Stock	6,00,000
	<b>Total</b>	<b>(1,50,000)</b>
<b>10.</b>	<b>Employee Benefits Expenses</b>	
a.	Wages	5,09,190
a.	Salaries (Rs. 87,000 )	92,000
	Outstanding( Rs.5,000)	
	<b>Total</b>	<b>6,01,190</b>
<b>11.</b>	<b>Finance Costs</b>	
	Debenture Interest Paid	54,000
	Add : Debenture Interest Outstanding (18,00,000 *6% *6/12)	54,000
	<b>Total</b>	<b>1,08,000</b>
<b>12.</b>	<b>Depreciation And Amortisation Expenses</b>	
a.	Depreciation on Premises	40,000
b.	Depreciation on Plant and Machinery	90,000
c.	Depreciation on Furniture	7,200
d.	Preliminary Expenses w/off	6,000
	<b>Total</b>	<b>1,43,200</b>
<b>13.</b>	<b>Other Expenses</b>	
a.	Advertising (Rs. 60,000 + Free Samples Distributed Rs. 15,000)	75,000
b.	Freight Outward	78,690
c.	Directors Fees (34,350 + O/s 2,000)	36,350
d.	Bad Debts	12,660
	Add : Provision for Doubtful Debts (New) (23,40,000 * 1%)	<u>23,400</u>
		36,060
	Less : Provision for Doubtful Debts (Old)	<u>21,000</u>
e.	General Expenses	41,010
	<b>Total</b>	<b>2,46,110</b>

Q.2A)		IN THE BOOKS OF M/S X LTD			5 Marks
JOURNAL ENTRIES					
Date	Particulars		L/f	Debit (Rs.)	Credit (Rs.)
	Equity Share Capital A/c (1,00,000 * Rs. 10)	Dr		10,00,000	
		To Equity Share Capital A/c (1,00,000 * Rs. 6)			6,00,000
		To Capital Reduction A/c (1,00,000 * Rs. 4)			4,00,000
	8% Preference Share Capital A/c	Dr		4,00,000	
		To 10% Preference Share Capital A/c			3,00,000
		To Capital Reduction A/c			1,00,000
	Capital Reduction A/c ( Rs. 4,00,000*8%*1yr)	Dr		32,000	
		To Bank A/c			32,000
	9% Debentures A/c (2,000 * Rs. 100)	Dr		2,00,000	
		To 12% Debentures A/c (2,000 * Rs. 75)			1,50,000
		To Capital Reduction A/c (2,000 * Rs. 25)			50,000
	Capital Reduction A/c	Dr		5,18,000	
		To Capital Reserve A/c			5,18,000
				21,50,000	21,50,000

5 Marks					
Dr		CAPITAL REDUCTION A/C		Cr	
Date	Particulars	Amount (Rs.)	Date	Particulars	Amount (Rs.)
	To Bank A/c	32,000		By Equity Share Capital A/c	4,00,000
				By 8% Preference Share Capital A/c	1,00,000
	To Capital Reserve A/c	5,18,000		By 9% Debentures A/c	50,000
		5,50,000			5,50,000

Q. No.  
Q. 2 B

**Brief answer**

**10 M**

Buyback of shares (Manish Ltd.)

**Journal of Manish Ltd.**

Date	Particulars	Dr. Rs.	Cr. Rs.
1	Equity Share Capital A/c Dr. Premium on Buyback of Eq. Share A/c Dr. To Eq. Shareholders A/c (Being eq. shares buyback)	80,000 16,000	96,000
2	Profit & Loss A/c Dr. To Capital Redemption Reserve A/c (Being CRR created)	80,000	80,000
3	Eq. Shareholders A/c Dr. To Bank A/c (Being payment made to equity shareholders)	96,000	96,000
4	Securities Premium A/c Dr. To Premium on Buyback of Eq. Share A/c (Being Premium on Buyback of Eq. Share written off)	16,000	16,000

.....1.5

.....1.5

.....1

.....1  
(total  
5)

**Workings:**

**W.N. 1- Conditions for buyback**

25% of own funds

**Sources of buyback**

<u>Paid up capital</u>	
Equity Sh. Cap.	3,20,000
6% Preference Sh. Cap.	80,000
<u>Free reserves</u>	
Profit & Loss A/c	1,20,000
Securities Premium	80,000
<b>Total own funds</b>	<b>6,00,000</b>

.....1

Maximum amount of buyback = 25% x 6,00,000 = 1,50,000 .....(i)

**Debt-equity ratio after buyback**

Own funds	6,00,000
Less: 50% of 8% debentures (160000x50%)	-80,000
<b>Amount after buyback</b>	<b>5,20,000</b>

.....1

Amount after buyback Rs. 5,20,000..... (ii)

25% of equity capital

25% x 320000 = **Rs. 80,000** ..... (iii)

Face value of share Rs. 10 each

No. of shares = 80,000/10 = 8,000 shares

.....1

Least of (i), (ii), or (iii)

Rs. 80,000 should be buyback i.e. 8,000 shares at Rs. 12 per share

Face value of shares buyback Rs. 80,000

Premium on buyback Rs. 16,000

.....1

**W. N. 2- Calculation of CRR**

CRR = Face value of buyback - face value of fresh issue of shares

CRR = 80,000 - 0 = Rs. 80,000

.....1  
(total  
5)

## Journal Entries

No	Particulars	Debit	Credit	Marks
1	8% Preference Share Capital A/c(10).....Dr To 8% Preference Share Capital A/c(6) To Capital Reduction A/c	4,00,000	2,40,000 1,60,000	1
2	Preference share final call A/c.....Dr To 8% Preference share capital A/c	1,60,000	1,60,000	1
3	Cash & Bank A/c.....Dr To Preference shares Final call	1,60,000	1,60,000	1
4	Equity Share Capital A/c (Rs.10/-).....Dr To Equity Share Capital A/c (Rs.4/-) To Capital Reduction A/c	5,00,000	2,00,000 3,00,000	1
5	7% Debentures A/c (100).....Dr To 8% Preference Shares A/c (10) To Capital Reduction A/c	2,50,000	2,00,000 50,000	1
6	Capital Reduction A/c.....Dr. To Cash & Bank A/c	5,000	5,000	1
7	Cash & Bank A/c.....Dr. Capital Reduction A/c.....Dr To Investment A/c	50,000 10,000	60,000	1
8	Loan from Directors A/c.....Dr To Cash & Bank A/c To Capital reduction A/c	30,000	15,000 15,000	1
9	Building A/c.....Dr To Capital Reduction A/c	20,000	20,000	1
10	Capital Reduction A/c.....Dr To Equipments A/c	10,000	10,000	1
11	Capital Reduction A/c.....Dr To Goodwill A/c To Profit & Loss A/c	4,65,000	1,50,000 3,15,000	1
12	Capital reduction A/c.....Dr To Capital Reserve	55,000	55,000	1

### Capital Reduction A/c

(6 marks)

Particulars	Rs.	Particulars	Rs.
To Cash & Bank	5,000	By 8% Preference Share capital	1,60,000
To Investments	10,000	By Equity Share Capital	3,00,000
To Equipments	10,000	By 7% Debentures	50,000
To Goodwill	1,50,000	By Loan from Directors	15,000
To Profit & Loss	3,15,000	By Building	20,000
To Capital reserves	55,000		
	5,45,000		5,45,000

### Notes to Balance Sheet:

No	Particulars	Rs.	Rs.	Marks
1	<u>Share Capital</u> <u>Authorised:</u>  <u>Issued and Subscribed:</u> 50,000 Equity shares of Rs.10 each Rs. 4 paid up 60,000 8% Preference Shares of Rs.10 each fully paid		2,00,000 6,00,000	2
	Total		8,00,000	

**Question 3 A**

**Mahesh Ltd.**

**Statement of Profit and Loss for the year ended 31st March 2022**

<b>Particulars</b>	<b>Note No</b>	<b>Rs.</b>
I. Revenue from operations	1	2000000
II. Other Income	2	200000
<b>III. Total Revenue (I +II)</b>		<b>2200000</b>
<i>IV. Expenses:</i>		
Cost of materials consumed	3	500000
Changes in inventories of finished goods	4	100000
Employee Benefit expense	5	150000
Finance Costs	6	80000
Depreciation and Amortization expense	7	50000
Other Expenses	8	167000
<b>Total Expenses</b>		<b>1047000</b>
Profit before tax (III - IV)		1153000
Less Provision for Income Tax		253000
Profit after tax		900000

**Marking Scheme: 8 Note X 1Mark each = 8 Marks  
+ 1Mark PBT + 1 Mark PAT = 10 Marks**

**Notes to Accounts**

<b>Particulars</b>	<b>Rs.</b>
1] Revenue from operations	
Sales	2050000
Sales Return	50000
	<b>2000000</b>
2] Other Income	
Interest Received on Fixed Deposits	<b>200000</b>
3] Cost of materials consumed	<b>500000</b>
4] Changes in inventories of finished goods	
Opening Stock of Finished Goods	200000
Closing Stock of Finished Goods	100000
	<b>100000</b>
5] Employee Benefit expense	
Salaries and Wages	120000
Staff Welfare Expenses	30000



	150000
6] Finance Costs	
Interest on Debentures	50000
Interest on Loan from SBI	30000
	80000
7] Depreciation and Amortization expense	
Depreciation on Machinery	30000
Depreciation on Office Furniture	20000
	50000
8] Other Expenses	
General Expenses	5000
Electricity Charges	12000
Salesman Commission	15000
Discount Allowed	5000
Carriage Outward	6000
Repairs and Maintenance	25000
Insurance	20000
Rent	24000
Audit Fees	25000
Advertisement Expenses	30000
	167000

**Q3B**

**In the Books of Mansi**

**Investment in Equity Shares of Nilesh Ltd. for the year ended 31/03/2022**

**1 Mark Each**

Date	Particulars	N.V Rs.	Dividend Rs.	Cost Rs.	Date	Particulars	N.V. Rs.	Dividend Rs.	Cost Rs.
01-04-21	To Balance b/d	80,000		120,000					
10-04-21	To Cash & Bank	40,000	-	64,000	30-09-22	By Cash & Bank A/c	-	16,000	8,000
05-09-21	To Cash & Bank	25,000	-	37,500	31-03-22	By Balance c/d	145,000	-	213,500
31-03-22	To Profit & Loss A/c	-	16,000	-					
		145,000	16,000	221,500			145,000	16,000	221,500

Working Note

**Working Note**

05-09-21	<b>Rights Issue</b>				Rights Sold	500			
	<b>3 Right Share for 12 Shares Held</b>				Sale rate	Rs. 2			
	No of Shares Held		12,000		Sale Value	1,000			
	No of Shares Entitles to Subscribe		3,000						
	Renounced/ Sold Right <b>(1/6 x 3000)</b>		500						
	Subscribed <b>(5/6 x 3000)</b>		2,500						
	Subscription rate		15						
	Value		37,500						
30-09-21	<b>Rate of Dividend 20%</b>								
	No of Shares Held on 30th September, 2021		14,500						
	Less: Rights Shares issued in FY 2021-22		2,500						
	Shares Eligible for 2020-21 Dividend held		12,000						
	Dividend on 8000 Equity Shares = 20% of Rs. 80,00		16000						
	Dividend on 4000 Equity Shares acquired on 10th April, 2021= 20% of Rs. 40,000 = Rs.		8000						
	It is Credited to Investment in Equity Shares of Precious Ltd Account to reduce the cost of purchase.								

**2 Marks**

**1 Mark**

**1 Mark**

Q4.

**In the Books of Mr. Abhay Kumar**  
**Investment in 6% Government Bonds A/c**

1 mark for each entry

Dr.						Cr					
Date	Particulars	Note No.	NV	Interest	Cost	Date	Particulars	Note No.	NV	Interest	Cost
			Rs.	Rs.	Rs.				Rs.	Rs.	Rs.
01.06.2021	To Bank A/c	1	100,000	1,000	90,000	01.07.2021	By Bank A/c	2	-	1,500	-
01.11.2021	To Profit & Loss A/c	5	-	-	500	01.10.2021	By Bank A/c	3	-	1,500	-
01.12.2021	To Profit & Loss A/c	7	-	-	1,000	01.11.2021	By Bank A/c	4	20,000	100	18,500
31.03.2022	To Profit & Loss A/c			4,300		01.12.2021	By Bank A/c	6	10,000	100	10,000
						01.01.2022	By Bank A/c	8	-	1,050	-
						31.03.2022	By Profit & Loss A/c	10	-	-	7,000
						31.03.2022	By Balance c/d	9	70,000	1,050	56,000
			100,000	5,300	91,500				100,000	5,300	91,500

Working Note :

<p><b>1 Purchase on 1.06.2021</b> <span style="float: right;">①</span></p> <p>Cum Interest Price 91,000  <math>\therefore 100000/100 \times 91</math></p> <p>Less: Interest 1,000  <math>\therefore 100000 \times 6\% \times 2/12</math>            Ex Interest Price <u>90,000</u></p>	<p><b>2 Interest on 01.07.2021</b> 1,500 <span style="float: right;">½</span></p> <p><math>\therefore 100000 \times 6\% \times 3/12</math></p> <p><b>3 Interest on 01.10.2021</b> 1,500 <span style="float: right;">½</span></p> <p><math>\therefore 100000 \times 6\% \times 3/12</math></p>
<p><b>4 Sale on 01.11.2021</b> <span style="float: right;">①</span></p> <p>Cum Interest Price 18,600  <math>\therefore 20000/100 \times 93</math></p> <p>Less: Interest 100  <math>\therefore 20000 \times 6\% \times 1/12</math>            Ex Interest Price <u>18,500</u></p>	<p><b>6 Sale on 01.12.2021</b> <span style="float: right;">①</span></p> <p>Ex- Interest Price 10,000  <math>\therefore 10000/100 \times 100</math></p> <p>Interest 100  <math>\therefore 10000 \times 6\% \times 2/12</math></p>
<p><b>5 Profit/ (Loss) on Sale</b> <span style="float: right;">①</span></p> <p>Sale Value 18,500</p> <p>Less Weighted Average Cost 18,000  <u>Profit/ (Loss) on Sale 500</u></p> <p style="text-align: right;"> <b>NV</b> 100,000  <b>Cost</b> 90,000            20,000 ?            18000         </p>	<p><b>7 Profit/ (Loss) on Sale</b> <span style="float: right;">①</span></p> <p>Sale Value 10,000</p> <p>Less Weighted Average Cost 9,000  <u>Profit/ (Loss) on Sale 1,000</u></p> <p style="text-align: right;"> <b>NV</b> 80,000  <b>Cost</b> 72,000            10000 ?            9000         </p>
<p><b>8 Interest on 01.01.2022</b> 1,050 <span style="float: right;">½</span></p> <p><math>\therefore 70000 \times 6\% \times 3/12</math></p>	<p><b>10 Valuation on 31.03.2022</b> <span style="float: right;">②</span></p> <p>Cost = 700 Bonds 63,000</p> <p>Market Value = 700 bonds @ Rs. 80 <u>56,000</u></p> <p>Loss on valuation on 31.03.2022 as per AS- 13 7,000</p>
<p><b>9 Interest on 31.03.2022</b> 1,050 <span style="float: right;">½</span></p> <p><math>\therefore 70000 \times 6\% \times 3/12</math></p>	

Q. 4 Buyback of shares (Vasant Ltd.)

## Journal of Vasant Ltd.

Date	Particulars	Dr. Rs.	Cr. Rs.
1	Equity Share Capital A/c Dr. Premium on Buyback of Eq. Share A/c Dr. To Eq. Shareholders A/c (Being eq. shares buyback)	12,50,000 47,50,000	60,00,000
2	General Reserve A/c Dr. To Capital Redemption Reserve A/c (Being CRR created)	12,50,000	12,50,000
3	Eq. Shareholders A/c Dr. To Bank A/c (Being payment made to equity shareholders)	60,00,000	60,00,000
4	Securities Premium A/c Dr. General Reserve A/c Dr. Profit & Loss A/c Dr. To Premium on Buyback of Eq. Share A/c (Being Premium on Buyback of Eq. Share written off)	10,00,000 9,50,000 28,00,000	47,50,000

...1.5

...1.5

....1

...2  
(total  
6)

Workings:	
W.N. 1- Conditions for buyback	
25% of own funds	
Sources of buyback	
Free reserves	
Profit & Loss A/c	28,00,000
General Reserve	22,00,000
Securities Premium	10,00,000
Total fund available	60,00,000
Total fund available = 60,00,000.....(i)	
Debt-equity ratio after buyback	
Own funds	1,10,00,000
Less: 50% of 8% debentures (4000000x50%)	-20,00,000
Amount after buyback	90,00,000
Amount after buyback Rs. 90,00,000..... (ii)	
25% of equity capital	
25% x 50,00,000 = Rs. 12,50,000 ..... (iii)	
Face value of share Rs. 100 each	
No. of shares = 12,50,000/100 = 12,500 shares	
Maximum no. of shares that can be bought back at par = 12,50,000/100	
12500 shares	
Offer price = 60,00,000/12500 = Rs. 480	
Face value Rs. 100 per share	
Premium on buyback Rs. 380 per share	
W. N. 2- Calculation of CRR	
CRR = Face value of buyback - face value of fresh issue of shares	
CRR = 12,50,000 - 0 = 12,50,000	

2

1

1.5

1.5

1 (total  
7)

Vasant Ltd.  
Balance Sheet  
As on 31<sup>st</sup> March, 2022

EQUITY AND LIABILITIES	W. N	Amt. (Rs)
(1) Shareholder's Funds		
(a) Share capital	1	37,50,000
(b) Reserves and surplus	2	12,50,000
(2) Non-Current Liabilities		
(a) Long-term borrowings	3	40,00,000
(3) Current Liabilities		
(a) Short-term borrowings	4	20,00,000
(b) Trade payables	5	40,00,000
(A) total outstanding dues of micro enterprises and small enterprises; and		
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		
<b>Total</b>		<b>1,50,00,000</b>
ASSETS		
(1) Non-current assets		
(a) Property, Plant & Equipment and Intangible Assets	6	80,00,000
(i) Property, plant & equipment		
(b) Non-current investments	7	30,00,000
(2) Current assets		
(a) Current investments		
(b) Inventories	8	25,00,000
(c) Trade receivables	9	15,00,000
<b>Total</b>		<b>1,50,00,000</b>

2.5  
(total  
2.5)

Notes forming part of Balance Sheet

W. N. 1 Share Capital			
Authorised Capital		?	0.5
Issued, subscribed & paid-up capital			
Equity Share capital		37,50,000	
(37,500 shares of Rs. 100 each)		-----	
Total		37,50,000	0.5
W. N. 2 Reserve & Surplus			
Capital Redemption Reserve		12,50,000	
		-----	
Total		12,50,000	0.5
W. N. 3 Long-term borrowings			
8% Debentures		40,00,000	
		-----	
Total		40,00,000	0.5
W. N. 4 Short term borrowings			
Bank overdraft		20,00,000	
		-----	
Total		20,00,000	0.5

W. N. 5 Trade payables			
Creditors		30,00,000	
Bills Payables		10,00,000	
		-----	
	Total	40,00,000	<b>0.5</b>
W. N. 6 Property, Plant & Equipment and Intangible Assets			
Fixed Assets		80,00,000	
		-----	
	Total	80,00,000	<b>0.5</b>
W. N. 7 Non-current investments			
Investments		30,00,000	
		-----	
	Total	30,00,000	<b>0.5</b>
W. N. 8 Inventories			
Stock		25,00,000	
		-----	
	Total	25,00,000	<b>0.5</b>
W. N. 9 Trade receivables			
Debtors		15,00,000	
		-----	
Total		15,00,000	<b>(total 4.5)</b>