

Saraswat Vidyalaya's
Sridora Caculo College of Commerce and Management Studies
Khorlim, Mapusa – Goa

B.Com. Fourth Semester End Examination – July 2021 (CBCS)

Duration: 2 hours Accounting for Service Organisations Maximum Marks: 40

*Instructions: 1. Answer **ANY FOUR** questions from Question No. 1 to 6.*

*2. Figures to the right indicate **maximum marks** allotted to **question/sub-question**.*

*3. Start **each main question** on **fresh page**.*

Q.1) From the following information, as on 31st March 2021, prepare Profit & Loss Account of Hyper Bank Ltd. with the necessary schedules. **(10 marks)**

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
Interest on Loans	72,000	Interest on overdrafts	45,000
Interest on fixed deposits	28,000	Directors fees, allowances and expenses	500
Payment to employees	5,000	Interest on saving bank deposits	7,000
Discount on bills discounted	10,000	Postage, telegrams and telephones	200
Interest on cash credits	20,000	Printing and stationery	500

The following adjustments are to be made:

- i. Make a provision for income tax @ 50%.
- ii. Every year the bank transfers 25% of profit to statutory reserve.

Q.2) From the following particulars prepare balance sheet of Manmohan Bank Ltd for the year ended 31st March, 2021. **(10 marks)**

Particulars	Amount	Particulars	Amount
Equity share capital	9,00,000	Premises	6,25,000
Money at call & short notice	12,25,000	Statutory reserve	2,50,000
Capital reserve	1,00,000	P & L balance	3,50,000
Saving bank deposits	7,00,000	Demand deposits	11,00,000
Borrowings from RBI	6,00,000	Balance with RBI	6,35,000
Bills payable	7,00,000	Borrowings from other banks	15,85,000
Cash in hand	3,50,000	Investment in shares	18,25,000
Overdrafts	7,50,000	Cash credits	8,75,000

Additional information:-

1. Bills collection 10,10,000.
2. Claims against the bank not acknowledged as debt 55,000.

Q.3) From the following trial balance of Margao Hotel prepare a Trading and Profit & Loss Account for the year ended 31/3/2021 and a Balance Sheet as at that date. **(10 marks)**

Particulars	Amt (Dr.)	Amt (Cr.)
Opening stock	10,000	-
Receipts from visitors	-	3,50,000
Fuel and light	13,000	-
Rent and rates	21,000	-
Purchases	1,10,000	-
Wages and salaries	1,09,000	-
Furniture and fittings	88,000	-
Bad debts	8,000	-
Capital	-	2,40,000
Visitors ledger balances	13,000	-
Creditors	-	10,000
Loan	80,000	-
Leasehold premises	1,05,000	-
Cash at bank	43,000	-
TOTAL	6,00,000	6,00,000

Additional information:

1. Stock on 31/3/21 Rs. 10,000.
2. Provide 10% depreciation on Leasehold premises
3. Create a provision for bad debts of Rs. 500.

Q.4) Virgo Ltd. came up with an issue of 20,00,000 equity shares of Rs. 10 each at par. 5,00,000 shares were issued to the promoters and the balance offered to the public was underwritten by three underwriters- Ramesh, Jayesh and Suresh equally, with firm underwriting of 50,000 shares each. Subscriptions totalled 12,97,000 shares (excluding firm underwriting) but including marked applications which were Ramesh- 4,25,000, Jayesh- 4,50,000 and Suresh- 3,50,000 shares. The underwriters had applied for number of shares covered by firm underwriting. The amounts payable on applications and allotment were Rs. 2.50 and Rs, 2 respectively. The agreed commission was 2%.

Prepare statement showing liability of underwriters.

Statement showing amount due to and from underwriters.

(10 marks)

Q.5) All Star Fire Insurance Co. Ltd commenced its business on 1/4/2020. It submits you the following information for the year ended 31/3/2021. **(10 marks)**

Premium received	Rs. 10,00,000
Re-insurance premium paid	Rs. 1,00,000
Expenses of management	Rs. 1,00,000
Commission paid	Rs. 25,000
Claims paid	Rs. 5,00,000
Claims outstanding on 31/3/2021	Rs. 50,000

Create reserve for unexpired risk @ 40%.

Prepare Revenue Account for the year ended 31/3/2021 with the necessary schedules.

Q.6) Answer **ANY TWO** of the following:- **(10 marks)**

1. Explain the two methods of maintaining Visitor's Ledger.
2. Explain the different types of underwriting with suitable examples.
3. Explain the various types of General Insurance that exist in India.