

**Goa Vidyaprasarak Mandal's  
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE  
AND ECONOMICS, PONDA-GOA  
B.COM. CBCS (SEMESTER-IV) EXAMINATION, JULY 2021  
ACCOUNTING FOR SERVICE ORGANISATION**

Duration : 2 Hours

Marks : 40

**Instructions:** i. Answer ANY FOUR from the following questions.  
ii. Numbers to the right indicate marks.

**Q 1.** From the following information prepare the Profit and Loss Account of HDFC bank Ltd. for the year ended 31-3-2021 with the necessary schedules.

Particulars	Amt(₹.)
Interest on loan	3,00,000
Interest on fixed deposit	2,75,000
Commission received	10,000
Salaries & allowances	1,50,000
Discount on bills, discounted (Net)	152,000
Interest on cash credit	2,40,000
Profit on sale of Investments	2,00,000
Rent & Rates	25,000
Interest on overdraft	30,000
Directors fees	20,000
Auditors fees	10,000
Interest on saving bank deposit	87,000
Postage and telegram	10,000
Printing and stationary	20,000
Sundry Expenses	10,000

**Additional information:**

- a) Bad debts to be written off amounted to ₹ 40,000  
b) Provision for taxation may be made at 55%.

Marks : 10

**Q2.** The following particulars are provided from the books of Bank of Baroda as on 31<sup>st</sup> March 2021.

Particulars	Amt(₹)	Particulars	Amt(₹)
Equity share capital	30,00,000	Statutory reserves	10,00,000
Appropriation to statutory reserves	4,00,000	Money at call and short notice	45,00,000
Saving Bank deposits	28,00,000	Term loans	50,00,000
Profit and Loss A/c (Credit)	14,00,000	Investment in shares	44,50,000
Bills Payable	20,00,000	Cash credits and Overdrafts	33,70,000
Term deposits	40,00,000	Investment in Government Securities	28,00,000
Borrowings from RBI	25,00,000	Borrowings from other banks	74,70,000
Cash in hand	22,50,000	Furniture	22,00,000

**Other information:**

- a) The bank has bills for collection to the extent of ₹5,00,000
- b) Claims against the banks not acknowledged as debts ₹ 8,20,000

**Prepare the Balance Sheet as on 31<sup>st</sup> March 2021 in the prescribed form along with relevant schedules .** **Marks : 10**

**Q3.** Bajaj Insurance Ltd furnished the following information. Prepare Revenue Account and Profit and Loss Account for the Fire insurance business for the year ended 31.03.2021

Particulars	Amt(₹)	Particulars	Amt(₹)
Premium received less reinsurance	7,40,000	Claims paid	1,20,000
Commission paid	60,000	Share transfer fees	4,500
Premium outstanding on 31.03.2021	84,000	Dividend on share capital	38,500
Claims outstanding on 1.04.2020	20,000	Bad debts	10,000
Commission on reinsurance received	16,000	Reserve for unexpired risk on 1.04.2020	2,50,000
Expenses of Management	1,28,000	Additional reserve on 1.04.2020	30,000

**Provide 5% provision to taxation and 10% to General Reserve.** **Marks : 10**

**Q4.** In the books of United General Insurance Co. Ltd. the following information was provided for the year ending 31<sup>st</sup>March 2021

Particulars	Amt(₹)
Equity Share Capital	12,00,000
Reserves and Surplus	4,00,000
Unclaimed dividends	12,400
Profit and Loss A/c (Debit balance)	2,09,400
Agents balance(Dr.)	1,76,400
Advance Tax paid	52,000
Cash in hand	20,400
Cash at bank	74,000
Sundry Creditors	12,600
Sundry Debtors	10,200
Furniture and fittings	22,600
Long term Investments	23,50,000

**Additional Information :**

- a) Depreciation on Furniture amounted to ₹12,600.
- b) Reserve for Unexpired risk was ₹ 10,60,000.
- c) Outstanding Claims as on 31<sup>st</sup> March 2021 ₹ 2,20,00.

**Marks : 10**

**Q5.** Jupiter Ltd invited applications from public for 50,000 Equity shares of ₹ 10 each at a premium of ₹5 per share. The entire issue was underwritten by the underwriters P, Q, R and S to the extent of 30%, 30%, 20% and 20% respectively with the provision of firm underwriting of 2,000, 3,000, 1,000 and 1,000 shares respectively. The underwriter was entitled to 5% commission as permitted by law. The company received applications for 35,000 shares from the public out of which applications for 9,500, 5,000, 10,500 and 4,000 shares were marked in favour of P, Q, R and S respectively.

**Compute:**

a) Liability of the Underwriters

b) Underwriting commission payable to the different underwrites.

**Marks : 10**

**Q6.** Mr. Ashok presents the following Trial Balance extracted from the books of Hotel Konkani Canteen as on 31<sup>st</sup> March 2020:

Particulars	Debit	Credit
Capital		150000
Sales		178500
Drawings	3750	
Freehold premises	100000	
Furniture & fittings	9000	
Cutlery & other utensils	35000	
Expenses towards gas	5200	
Expenses towards electricity	5000	
Kitchen equipment	3000	
Repairs & maintenance	1500	
Purchases of provision	90000	
Returns of provision		750
Postage	1200	
Bad debts	750	
Bad debts provision		450
Provision for discount	300	
Bad debts recovered		150
Visitors ledger	6000	
Expenses payable		1500
Cash at bank	32400	
Opening stock of provisions	3000	
Account of suppliers		9000
Salaries	35000	
Wages	9250	
	340350	340350

**Additional information:**

a) Goods worth ₹ 2500 used by the proprietor for personal consumption.

b) A purchase invoice of ₹1500 was not recorded in the books.

c) Salary prepaid was ₹1000 while the advertisement expenses which were outstanding amounted to ₹450

d) Cost of staff meals was ₹1000.

e) Provide 5% on debtors after writing off ₹500 towards additional bad debts.

f) Provision of closing stock was ₹3300.

Prepare Trading Account, Profit & Loss Account for the year ended 31/3/2020

**Marks : 10**

