

UNIT-V

9. From the following trial balance of xyz ltd prepare trading and profit&loss account for the year ending 31-3-2017 and balance sheet as on date considering the adjustments given below:

Debit balances	Rs	Credit balances	Rs
buildings	70000	Carriage in wards	1291
Motor trucks	12000	Reserve doubtful debts	1320
furniture	1640	Establishments expenses	2135
debtors	15600	Carriage out wards	800
creditors	18852	insurance	783
stock	15040	interest	340
Cash in hand	988	bad debts	613
Cash at bank	14534	Audit fee	400
Bills receivables	5844	General expenses	3050
purchases	85522	investments	8922
discount	945	sales	121850
Returns in word	285	capital	920000
		Bills payable	6930
		rent	900
Adjustments: 1) closing stock Rs 15000 2) depreciation on motor trucks 20% and furniture 10% per annum 3)write of bad debts of Rs100 and maintain at 5% reserve for doubtful debts 4) prepaid insurances Rs 150 5)interest accrued but not received Rs 120			

OR

10. Write Short notes on
- a) Liquidity ratios 3M
 - b) Profitability ratios 4M
 - c) Activity ratios 4M
 - d) Capital structure ratios are illustrating suitable example. 3M
