**P. N.4:** Cibaca Ltd., Mumbai was registered with an Authorised Capital of Rs. 1500000 divided into 15000 Equity Shares of Rs. 100 each. The Trial Balance as on 31st March, 2014 is as following.

|  |  |  |  |
| --- | --- | --- | --- |
| **Debit** | **Rs.** | **Credit** | **Rs.** |
| Goodwill | 120000 | Sales | 1527000 |
| Cash | 25500 | P. & L. A/c. Balance on 1.4.2013 | 105000 |
| Bank | 88800 | Bank Interest | 3000 |
| Sales Return | 27000 | Miscellaneous Income | 8100 |
| Power & Fuel | 27900 | Other Operating Revenue | 30000 |
| Insurance | 39300 | Purchase Return | 39000 |
| Plant | 600000 | Dividend Equlisation Fund | 75000 |
| Rent and Taxes | 24000 | 8% Debentures | 150000 |
| Trade Receivable | 540000 | Acceptances | 56700 |
| Repairs to Building | 51900 | Share Capital | 1050000 |
| Staff Welfare Expenses | 27300 | Unclaimed Dividend | 9900 |
| Business Premises | 540000 | Interest on Trade Investment | 7500 |
| Trade Investment | 75000 | Deposit from Public ( Unsecured) | 44100 |
| Purchases | 759000 | Pension Fund | 39000 |
| Freight Outward | 14400 | Sundry Income received in Advance | 900 |
| Raw Material stock on 1st April 2013 | 35700 | Capital Reserve | 22500 |
| Salaries & Wages | 193200 | Trade Payable | 312000 |
| Motor Vehicle | 120000 | Rent payable | 24000 |
| Freight Inward | 15300 | Provision for Employee benefits | 19500 |
| Bills Receivable | 90900 | Bank Overdraft | 43800 |
| Furniture and Fixtures | 150000 | Debenture Redemption Reserve | 33000 |
| Bad Debts | 9300 |  |  |
| Contribution to Pension Fund | 6000 |  |  |
| Underwriting Commission | 18000 |  |  |
| Interest Receivable on Investment | 1500 |  |  |
| **Total** | **3600000** | **Total** | **3600000** |

You are required to consider the following further information:--

1. Stock of Raw Material as on 31st March 2014 amounted to Rs.51000/-.
2. Provide Rs.63300 for Taxation.
3. The Directors proposed a dividend of 8% .
4. Provision for bad & doubtful debts to be made @ 5%.
5. Provide depreciation @ 5% on Business Premises and Motor Vehicle.

Prepare a Statement of Profit and Loss Account for the year ended 31st March 2014 and a Balance Sheet as on that date.