**Problem No.1:**The Bad-Luck Ltd. Bikaner went intoLiquidation as on 31st March 2014. The Balance sheet as on that date is as follows.

**Balance Sheet as on 31st March 2014**

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Amount** | **Assets** | **Amount** |
| **Share Capital**   * 15000 Preference Shares of Rs. 10 each fully paid * 20000 Equity Shares of Rs. 10 each, Rs. 7 paid-up | 1,50,000  1,40,000 | Cash in Hand  Stock of Raw Material | 10,000  50,000 |
| Secured Loan from Bank (against pledge of Stock of Raw Material) | 38,000 | Stock of finished Goods | 1,50,000 |
| Preferential Creditors | 1,200 | Other Assets | 1,45,000 |
| Unsecured Creditors | 1,01,800 | Profit & Loss account | 76,000 |
| **Total** | **4,31,000** | **Total** | **4,31,000** |

The Assets realized as follows:--

Stock of Raw Materials realized by Bank Rs. 30,000. Stock of Finished Goods Rs. 80,000 and Other Assets Rs. 20,000. The Liquidator is entitled to a fixed remuneration of Rs.1,000 plus 3% of the assets realized by him only.

Show the Liquidator’s Final Statement of Account.

**Problem No.2:** Sundar Ltd. Surat went into Voluntary Liquidation as on 31st March 2014 when itsBalance sheetis as under.

**Balance Sheet as on 31st March 2014**

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Rs.** | **Assets** | **Rs.** |
| **Share Capital**   * 2000 5% Preference Shares of Rs. 100 each * 2500 Equity Shares of Rs. 100 each.   6% Debentures( Floating charge on all assets)  Sundry Creditors | 2,00,000  2,50,000  50,000  1,05,000 | Plant and Machinery  Stock  Debtors  Cash at Bank  Profit & Loss account | 2,80,000  1,30,000  1,20,000  52,000  23,000 |
| **Total** | **6,05,000** | **Total** | **6,05,000** |

The liquidator realized the assets as follows:--

1. Plant and Machinery Rs. 2,00,000; Stock Rs. 80000 and Debtors Rs. 100000
2. The expenses of liquidation amounted to Rs. 3900.
3. The Liquidator’s remuneration was fixed at 2% on sale proceeds and 2% on amount distributed to Unsecured Creditors.
4. Sundry Creditors include Preferential Creditors Rs. 5000
5. Preference Share Dividend was paid up to 31st March 2012. Liquidator made all payments on 1st October 2014.

Prepare the Liquidator’s Final Statement of Account.

**Problem No. 3:** TheBalance sheet of Dorabjee Ltd. Delhi as on 31st March 2014 was as follows.

**Balance Sheet as on 31st March 2014**

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Amount** | **Assets** | **Amount** |
| **Share Capital**   * 2000 10% Preference Shares of Rs. 100 each * 3000 Equity Shares of Rs. 100 each, Rs. 90 Paid * 1000 Equity Shares of Rs. 100 each, Rs. 85   paid  7% Debentures  ( Floating charge on all assets)  Creditors | 2,00,000  2,70,000  85,000  1,00,000  2,00,000 | Land and Building  Plant and Machinery  Furniture  Stock  Debtors  Bills Receivable  Cash in hand  Profit & Loss account | 2,00,000  1,50,000  20,000  1,00,000  1,20,000  20,000  5,000  2,40,000 |
| **Total** | **8,55,000** | **Total** | **8,55,000** |

* The company went into voluntary liquidation as on above date. The Preference share dividend was in arrears for two years. It was to be paid before equity share capital.
* The Debenture interest was paid up to 31-03-2014, however, the debenture holders were repaid on 30th Sept. 2014.
* Included in Creditors a Loan of Rs.20,000/- secured on hypothecation of Plant & Machinery & Income Tax Rs.10,000/-

The Liquidator realized the assets as follows.

Land & Building Rs.1,90,000/- ; Plant & Machinery Rs.1,30,000/-; Furniture Rs.10,000/-

Stock Rs.90,000/- ; Debtors Rs.1,15,000/- ; Bills Receivables Rs.14,000/-.

Legal Charges Rs. 2,000/-, Liquidation Expenses Rs.1,300/-. The Liquidators remuneration was fixed Rs.500 plus 2.5% on the amount realized by him & 2% on the amount distributed to unsecured creditors. The Liquidator made all the payments on 30th Sept. 2014.

Prepare Liquidators Final Statement of Account.

**Problem No. 4:** Thethe Balance sheet of Porwal Ltd. Pune as on 31st March 2014.

**Balance Sheet as on 31st March 2014**

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Amount** | **Assets** | **Amount** |
| **Share Capital**   * 500 8% Preference Shares of Rs. 100 each * 1500 Equity Shares of Rs. 100 each, Rs. 50 Paid   6% Debentures( Floating charge on all assets)  Outstanding Debentures Interest  **Sundry Creditors**   1. On Mortgage of Plant & Machinery 2. Preferential 3. Unsecured | 50,000  75,000  40,000  2,400  30,000  3,100  25,000 | Land and Building  Plant and Machinery  Furniture  Fittings  Moulds  Stock  Debtors  Cash in hand  Profit & Loss account | 25,000  60,000  10,000  5,000  50,000  25,000  12,500  500  37,500 |
| **Total** | **2,25,500** | **Total** | **2,25,500** |

The company went into voluntary liquidation as on above date. The Preference share dividend was in arrears for one year and as per the articles, it was to be paid.

The Liquidator realized the assets as follows:-

Land & Building Rs.50,000/- ; Plant & Machinery Rs.55,000/-; MouldsRs. 42,500; Furniture Rs.6,000/-; Stock Rs. 21,000; and Debtors at Rs. 10,500. Fittings were worthless.

The liquidation Expenses Rs.2, 730/-. The Liquidators is entitled to a remuneration @ 2% on the assets realized, & 10% on the amount returned to equity shareholders. In addition to the above liabilities, the liquidator had to pay Rs. 900as repair billof Plant and Machinery.

Prepare Liquidators Final Statement of Account.

**Problem No. 5:**Sudarshan Ltd., Saswad went into voluntary liquidationon 31st March 2014. ItsBalance sheet as on that date was as under.

**Balance Sheet as on 31st March 2014**

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Amount** | **Assets** | **Amount** |
| **Share Capital**   * 5000 PreferenceShares of Rs. 100 each * 2500 Equity Shares of Rs. 100 each, Rs. 75 Paid * 7500 Equity Shares of Rs. 100 each, Rs. 60   paid  5% Debentures  Outstanding Interest on Debentures  Creditors | 5,00,000  1,87,500  4,50,000  2,50,000  12,500  3,62,500 | Land and Building  Plant and Machinery  Patents  Stock  Debtors  Cash in hand  Profit & Loss account  Discount on issue of 5% Mortgage Debenture  Underwriting Commission | 2,50,000  6,25,000  1,00,000  1,37,500  2,75,000,  75,000  2,40,000  50,000  10,000 |
| **Total** | **17,62,500** | **Total** | **17,62,500** |

The Liquidators is entitled to remuneration at3% on all assetsrealisedincluding surplus from security except cash & 2% on the amount distributed to unsecured creditors other than Preferential Creditors.

Creditors include Preferential Creditors of Rs. 37,500 and a loan of Rs. 1,25,000secured by Land and Building.

Theassets realized were as under.

Land & Building Rs.3,00,000/- ; Plant & Machinery Rs. 5,00,000/-; Patents Rs. 75.000;

Stock Rs.1,50,000/- andDebtors Rs.2,00,000/-. Expenses of liquidation Rs.17,250/-. And legal expenses were10,000/-

Prepare Liquidators Final Statement of Account.

**Problem No. 6:** BadluckLtd.,Bandra went into voluntary liquidation on 31st March 2014 on that date their summarized Balance sheet appeared as under.

|  |  |  |  |
| --- | --- | --- | --- |
| **Liabilities** | **Amount** | **Assets** | **Amount** |
| **Share Capital**   * 15000 Preference Shares of Rs. 10 each * 35000 Equity Shares of Rs. 10 aech   Debentures ( Secured by a floating charge)  Bank Overdraft ( Secured against Building)  Creditors | 1,50,000  3,50,000  2,00,000  30,000  40,000 | Building  Plant  Stock in Trade  Debtors 85000  Less: Bad Debts Prov. 20000  Fixtures  Cash in Hand  Profit & Loss | 1,50,000  2,00,000  1,05,000  65,000  1,00,000  10,000  1,40,000 |
| **Total** | **7,70,000** | **Total** | **7,70,000** |

On the date of Liquidation Assets are valued as follows;

Building Rs.1,20,000/-; Plant 1,50,000/- Expected Losses on Realization of Stock Rs.25,000/-; Accounts Receivable will realized Rs.70,000/- Fixture are expected to realize 90% of book value. Sundry Creditors includes preferential creditors for taxes Rs.6,000/- other expenses payable amount to Rs.10,000/-.

You are required to prepare a statement of affair to be submitted to the meeting of members.