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Class:-B.Com Part 3

Subject:-Management



Problem 10

The following Balance Sheets of Ishika Ltd. are given for the year ending 2011-12 and 2012-13 :

Balance Sheet of Ishika Ltd.
(as at 31st March, 2011-12 & 2012-13)

Particulars	Note No.	2012-13	2011-12
		₹	₹
I. EQUITY & LIABILITIES			
1. Shareholders' Fund :			
Equity Share Capital		2,000	1,000
Reserves & Surplus :			
General Reserve		250	300
Capital Reserve		100	50
2. Non-current Liabilities :			
12% Debentures		200	100
3. Current Liabilities :			
Trade Payables (Creditors)		410	600
Total (1 + 2 + 3)		2,960	2,050
II. ASSETS			
1. Non-current Assets :			
Fixed Assets :			
Land		600	200
Building		800	400
Machinery		900	300
Other Fixed Assets		150	100
Investments :			
Subsidiary AB Ltd.		50	50
Immovable Properties		200	400
2. Current Assets :			
Inventory (Stock)		150	200
Trade Receivable (Debtors)		100	300
Cash		10	100
Total (1 + 2)		2,960	2,050

Convert the above Balance Sheets into a Common-size Statement for comparative analysis.

Solution Common-size Balance Sheet of Ishika Ltd.

(as on 31st March, 2012 and 2013)

	2011-12		2012-13	
	Amount	% of Total Assets with Individual Asset	Amount	% of Total Assets with Individual Asset
I. EQUITY & LIABILITIES	₹		₹	
(i) Shareholders Fund :				
(a) Equal Share Capital (A)	1,000	48.78	2,000	67.57

(b) Reserve & Surplus :				
Capital Reserve		50	2.44	100
General Reserve		300	14.63	250
	(B)	350	17.07	350
(ii) Non-current Liabilities :				
12% Debentures	(C)	100	4.88	200
(iii) Current Liabilities				
Creditors	(D)	600	29.27	410
Total (A + B + C + D)		2,050	100.00	2,960
II. ASSETS				
(i) Non-current Assets :				
Fixed Assets				
Land		200	9.76	600
Building		400	19.51	800
Machinery		300	14.63	900
Other Fixed Assets		100	4.88	150
Total (A)		1,000	48.78	2,450
(ii) Other Non-current Assets :				
Investments		50	2.44	50
Subsidiary AB Ltd.		400	19.51	200
Inmovable Property	(B)	450	21.95	250
(iii) Current Assets :				
Cash		100	4.88	10
Debtors		300	14.63	100
Stock		200	9.76	150
	(C)	600	29.27	260
Total (A + B + C)		2,050	100.00	2,960