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**Class:-B.Com Part 3**

**Subject:-Management**



**Problem 4**

As per Balance Sheet of T. Ltd. the Opening and Closing Balance (Net) of Plant & Machinery are ₹ 2,13,000 and ₹ 2,06,500 respectively. Provision for depreciation on Plant & Machinery amount to ₹ 2,12,000 and ₹ 2,05,500 as opening and closing balance respectively. Depreciation for the year amounted to ₹ 33,000.

A machine was sold for ₹ 10,000. At the end of sale the net book value of machine was ₹ 15,000 (Cost ₹ 35,000 and accumulated depreciation ₹ 20,000). Find the purchase of plant.

**Solution**

Dr. **1. Provision for Depreciation on Plant & Machinery** Cr.

Particulars	₹	Particulars	₹
To Plant & Machinery (Dep. on Assets sold)	20,000	By Balance b/d	2,12,000
To Statement of Adjusted P/L (Excess dep. charge)		By Statement of Adjusted P/L (Dep. for the year)	33,000
(Bal. Fig.)	19,500		
To Balance c/d	2,05,500		
₹	2,45,000	₹	2,45,000

Dr. **2. Plant & Machinery Account** Cr.

Particulars	₹	Particulars	₹
To Balance b/d (₹ 2,13,000 + 2,12,000)	4,25,000	By Provision for Dep. on Assets sold	20,000
To Cash Purchases (Bal. Fig.)	22,000	By Cash (Assets sold)	10,000
		By Statement of Adjusted P/L (₹ 35,000 - 20,000 - 10,000)	5,000
		By Balance c/d : ₹	
		Net	2,06,500
		(+) Provision for Dep.	2,05,500
₹	4,47,000	₹	4,12,000
		₹	4,47,000

**Problem 5**

Following are the brief Balance Sheets of Raman Ltd. as on 31st March, 2016 and 2017 :

**Balance Sheet of Raman Ltd.**  
(as on 31st March, .....)

Particulars	Note No.	2017	2016
		₹	₹
<b>I. EQUITY &amp; LIABILITIES</b>			
1. Shareholders' Funds :			
2. Non-current Liabilities :			
Debentures		6,00,000	4,00,000