

16.5.20

Management account  
T.D.C Part III  
B. Com Hons.

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Question.

From the following Balance sheets as on 31-12-18 and 31-12-2019 of Sujan limited. Draw out  
① Statement of working capital changes & ② Fund flow statement.

Particulars.	2018	2019
1. equity and liabilities		
(A) Shareholders fund:		
① Share capital.	200000	320000
② Reserve & Surplus		
Reserve -	20000	20000
Surplus -	10000	10000
(B) Non current liabilities:		
① Debentureholders -	50000	30000
② Current liabilities -		
Provisions -	1,00,000	60,000
	20000	20000
	<u>4,00,000</u>	<u>4,60,000</u>

Assets:	2018	2019
non current Assets:		
Fixed Assets	100000	120000
Investments	20000	40000
Current Assets:		
Loan and Advances	200000	250000
	80000	50000
	<u>4,00,000</u>	<u>4,60,000</u>

Additional information provided for 2019 depreciation of 12000 =



Solution.

① Schedule of changes in Working Capital

Particulars	31.3.2018		31.3.2019	
Current Assets	200,000	250,000	Increase	50,000
	<u>200,000</u>	<u>250,000</u>		
Current Liabilities	100,000	60,000	Decrease	40,000
	<u>100,000</u>	<u>60,000</u>		
Working Capital	100,000	190,000		
Increase in Working Capital	90,000	-	-	90,000
	<u>190,000</u>	<u>190,000</u>	90,000	90,000

② Fund Flow Statement

Sources of Fund

Issue of share capital.	120,000
Fund from operation.	12,000
Loan and advances.	30,000
	<u>162,000</u>

Applications of Funds

Redemption of debenture	-90,000
Increase in W.C	90,000
Purchase of fixed assets	32,000
Purchase of investment	20,000
	<u>162,000</u>

Adjusted Profit & Loss Account

Particulars	Particulars
To depreciation	12,000
To Balance c/d	-
	<u>12,000</u>
	By Balance b/d
	" Fund from operation
	<u>12,000</u>

Particulars	Fixed Assets	Particulars
To Bal b/d	100,000	By depreciation
" Bank (Bal fig)	32,000	" Balance c/d
	<u>132,000</u>	<u>132,000</u>