Rayat Shikshan Sanstha's

Annasaheb Awate College, Manchar, Pune.

Department of Commerce

2021 - 2022

Class :- T. Y. B. COM.(Sem. –V) **Subject :-** Advanced Accounting - I

Topic :- Final Accounts of Banking Companies **Subject Teacher :-** Dr. Ughade S. S.

Problem No. 3

Following is the Trial Balance of Vidya Bank Ltd., Pune as on 31st March, 2021**.**

Trial Balance as on 31st March, 2016

Particulars	**Debit ₹**	**Credit ₹**
Premises Less Depreciation	1,85,000	
Money at Call and Short Notice	2,85,000	
Furniture Less Depreciation	30,000	
Depreciation on Bank's Assets	11,000	
Non Banking Assets Acquired in Settlement of Claims	20,000	
Cash in Hand	3,00,000	
Cash at Bank	2,50,000	
Investments	3,50,000	
Loan, Cash Credit and Overdrafts	12,65,000	
Interest on Deposits and Borrowings	2,00,000	
Audit Fees	4,500	
Salaries and allowances to Staff	40,500	
Director's Fees	4,000	
Postage and Telegrams	1,350	
Printing and Stationery	3,700	
Other Expenditure	2,450	
Interest and Discounts		3,67,500
Share Capital :		
Authorised : 7,500 Equity Shares of ₹ 100 each		
Issued and Subscribed 6,000 Equity Shares of ₹ 100 each fully paid		6,00,000
Statutory Reserve		1,20,000
Deposits		12,50,000
Provident Funds		1,35,000
Borrowing from Maharaja Bank Ltd.		2,55,000
Unclaimed and Exchange		4,000
Commission and Exchange		37,500
Profit on Sale of Non Banking Assets		1,200
Profit and Loss Account as on 1st April 2020		1,12,300
Total	28,82,500	28,82,500

Adjustments :

1) Provide ₹ 10,000 for Bad and Doubtful Debts.

2) Bills for collection amounted to ₹ 1,05,000.

3) Acceptances, Endorsements and Other obligations amounted to ₹ 52,000.

4) Provide ₹ 1,500 for Rebate on Bills discounted.

5) Provide ₹ 10,500 for taxation.

6) Postage stamps of ₹ 160 and Stationery of ₹ 700 was in hand on 31st March, 2021

Prepare Profit and Loss Account for the year ended 31st March, 2021 and the Balance Sheet as on that date as per the Banking Regulation Act.