

Name

Batch

Mobile

Assignment Questions

Assignment 1

Match the Following

1	Sole proprietorship	<input type="checkbox"/>	Restriction on transfer of shares
2	Partnership	<input type="checkbox"/>	Limited liability for partners
3	LLP	<input type="checkbox"/>	Only one shareholder & unlimited liability
4	One Person Company	<input type="checkbox"/>	Single ownership & unlimited Liability
5	Private Limited Company	<input type="checkbox"/>	Listing on the stock exchange
6	Public Company	<input type="checkbox"/>	Profit & loss shared in an agreed ratio

Assignment 2

Fill the columns with the name of the appropriate business entity.

Unlimited Liability	Limited Liability

Assignment 3

Choose the features of each legal entity from below and drop in the appropriate boxes.

Sole Proprietorship	Partnership	LLP	One Person Company	Private Company	Public Company

- No separate legal entity
- Association of two or more persons
- Hybrid of company & partnership
- Incorporated by a single person
- Shareholders
- Unlimited Liability
- Limited Liability
- Single ownership
- Partnership deed
- LLP agreement
- Restriction on transfer of shares
- Listed on the stock exchange
- No sharing of profit & loss
- No separate legal entity
- Separate Legal entity
- Unlimited Liability

Assignment 4

Identify the Accounts of each legal entity

Case A:

Profit and Loss Account for the year ended March 31, 2012			
Dr			Cr
Expenses/Losses	Amt. (₹)	Revenues/Gains	Amt. (₹)
Opening Stock	2,00,000	Sales	
Purchase		Cash Sales	8,00,000
Cash Purchase	4,00,000	Credit Sales	3,40,000
Credit Purchase	17,00,000	(-) Return	(2,00,000)
(-) Return	(1,00,000)	Net Sales	40,00,000
Net Purchase	20,00,000		
Administrative Expenses	10,20,000	Trading	20,40,000
Discount Allowed	1,20,000	Commission	
to Customers		Discount Received	60,000
Bad Debts	1,00,000	from Suppliers	
Depreciation	3,80,000	Closing Stock	1,00,000
Provision for Tax	8,00,000		
Net Profit	15,80,000		
	62,00,000		62,00,000

In the books of Niruban Balance sheet as on 31st December, 2017					
Liabilities	₹	₹	Assets	₹	₹
Capital	15,00,000		Land and building		6,00,000
Add: Net profit	6,20,000		Plant and machinery		8,00,000
	21,20,000		Furniture		1,50,000
Less: Drawings	1,30,000	19,90,000	Investments (short-term)		80,000
Creditors		2,40,000	Stock in trade		4,00,000
Bills payable		60,000	Debtors		3,20,000
Bank overdraft		1,80,000	Bills receivable		1,00,000
			Cash in hand		20,000
		24,70,000			24,70,000

Case B

Dr.		Profit and loss appropriation account		Cr.	
Particulars		₹	Particulars		₹
To Interest on partners' capital A/c		xxx	By Profit and loss A/c *		xxx
To Partners' salary A/c		xxx	By Interest on partners'		
To Partners' commission A/c		xxx	drawings A/c		xxx
To Partners' capital/current A/c (Profit)		xxx			
		xxx			xxx

Balance Sheet
As on 1st, July 2019

Assets		Amount	Liabilities and Owner's Equity		Amount
Assets:			Liabilities:		
Cash Account		80,000	Account Payable		27,000
Account Receivable	115,000		Rent outstanding		5,000
Provision for Bad Debts	(15,000)	100,000	Bank Loan		20,000
Inventory		25,000	Note Payable		18,000
Equipment (net)		35,000	Mortgage Loan		15,000
Machinery	55,000				
Accumulated Depreciation	(25,000)	30,000	Owner's Equity:		
			Capital - Anna		110,000
			Capital - Eman		75,000
Total		270,000	Total		270,000

Dr.		Partners' capital account				Cr.	
Date	Particulars	A	B	Date	Particulars	A	B
		₹	₹			₹	₹
	To Cash / Bank A/c (capital withdrawn)	xxx	xxx		By Balance b/d	xxx	xxx
	To Drawings A/c	xxx	xxx		By Cash / Bank A/c (additional capital introduced)	xxx	xxx
	To Interest on drawings A/c	xxx	xxx		By Interest on capital A/c	xxx	xxx
	To Profit and loss appropriation A/c (share of loss)	xxx	xxx		By Salary A/c	xxx	xxx
	To Balance c/d	xxx	xxx		By Commission A/c	xxx	xxx
		xxx	xxx		By Profit and loss appropriation A/c (share of profit)	xxx	xxx
		xxx	xxx			xxx	xxx



Faculty Remark