

Introduction to Financial Statements Company & Bank

Presented by:

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Introduction to Financial Statements Company

Component of Financial Statements

Following are the components of the Financial Statements:-

- a) Balance Sheet
- b) Profit & Loss Account
- c) Cash Flow Statement
- d) Statement of Changes in the Equity
- e) Notes to the Accounts.

Profit & Loss Account

It is called the 'statement of performance'. This is a summary of income, expenses and profit (or loss) of a firm.

Expenses

- Operating
- Non-Operating

Income

- Operating:
- Non-Operating

Operating Expenses

Manufacturing

Administrative

Selling and
Distribution

Balance Sheet:

Balance Sheet is a formal statement of Accounting Equation (i.e. $A=L+OE$). It is called the position statement.

Balance Sheet	
Capital and Liabilities	Assets

Capital and Liabilities	
Equity	Liabilities

Contd....

Liabilities

- a) Non Current / Long Term
- b) Current / Short Term

Assets

- a. Current Assets
- b. Non Current Assets
 - i. Tangible Assets
 - ii. Intangible Assets:
 - * Fictitious Assets

Profit & Loss Account

Gross Profit

Gross Sales	*****
Less: Sales returns & allowances discount, VAT, etc.	**** ——
Net Sales	*****
Less: COST OF GOODS SOLD (COGS)	**** ——
GROSS PROFIT (GP)	***** ——

Cost of Goods Sold

Opening Stock of Finished Goods	*****
Add.: Cost of Production	**** ——
Cost of Goods Available for Sale	*****
Less: Closing Stock of Finished Goods	**** ——
Cost of Goods Sold	***** ——

Cost of Production

Opening balance of Work-in-Process	*****
Add.: i) Raw Materials used	****
ii) Conversion Cost	****
Less: Closing balance of Work-in- Process	**** ——
Cost of Production	***** ——

Raw Materials Used

Opening balance of Raw Materials	***
Add.: Raw Materials purchased during the year	***
Less: Closing balance of Raw Materials	*** ——
Raw Materials used	*** ——

Contd....

Conversion Cost

- Wages & factory salaries
- Gratuity
- Gas & Electricity
- Consumable stores & spares
- Oil & Lubricants
- Repairs & Maintenance
- Insurance
- Uniform & Liveries
- Depreciation (Plant & Machinery)

Administrative & General Expenses

- Salaries & allowances
- Rent, Rates, Insurance
- Traveling & conveyance
- Audit fees
- Directors fees
- Telephone, Telegram, etc.
- Office supplies
- Legal expenses
- Printing & stationary
- Entertainment
- Insurance
- Gratuity
- Advertisement & publicity
- Board meeting attendance fees
- Ceremonial expenses
- Contribution & Donation
- Bad Debt & Provision for Bad & Doubtful Debt
- Depreciation

Contd....

Selling & Distribution Expenses

- Salaries & allowance
- Traveling & conveyance
- Printing, Stationary & other office supply
- Postage, Telegram & Telex
- Fair & Exhibition
- Renovation of Show Rooms & Sales Center
- Sample expenses
- Delivery expenses
- Advertisement
- General expenses

Profit & Loss Account Contd....

GROSS PROFIT

Less: OPERATING EXPENSES:

a. Administrative & General Expenses

b. Selling & Distribution Expenses

Total Operating Expenses (a+b)

OPERATING PROFIT

Add.: NON-OPERATING INCOME/ OTHER INCOME:

Returns on investments

Profit on deposits

Sale of scrap

Profit on sale of assets

Less: NON-OPERATING EXPENSES/ OTHER EXPENSES

Exp. for issue of share, debenture, bond, etc. Loss on sale of assets

Finance expenses e.g. profit on investment & bank charge.

PROFIT BEFORE TAX

Profit & Loss Account
Contd....

PROFIT BEFORE TAX

Less: PROVISION FOR TAXATION

NET PROFIT AFTER TAX

Add/(Less): Balance Profit/ (Loss) b/f from Previous Year

Surplus Available for Appropriation

Less: APPROPRIATIONS

Proposed dividend / Dividend paid

Bond redemption reserve

Dividend equalization reserve

General reserve

Balance of profit/ Retained Earnings Transferred to Balance Sheet

ASSETS

Current Assets

- Cash in hand & Bank balance
- Marketable Securities
- Account Receivable/Bills Receivable
- Inventory (Raw materials, WIP, Finished goods & Stores and Spares)
- Prepaid & Advances
- Others

Non-Current Assets :

- Land & Building less Depreciation
- Plant & Machinery less Depreciation
- Furniture & Fixture less Depreciation
- Investment -Subsidiary & Associate Co.

Intangible Assets :

- Goodwill
- Trade marks & patent
- Preliminary expenses.
- Preoperative expenses
- Accumulated loss balance (if any).

Liabilities & Shareholders' Equity

Current Liabilities

- Murabaha (TR)/Short term investment
- Bank Investment Payable (Under 1 year)
- Accounts Payable/Bills Payable (Sundry Creditors)
- Provision for Taxes
- Outstanding Expenses
- Advance Received
- Others

Non-Current liabilities

- Term Investment
- Debenture/Bond, etc

Shareholder's Equity

- Paid up Capital
- Share Premium
- General Reserve
- Retained Earnings
- Shareholders' Equity/Net-worth

Introduction to Financial Statements Bank

Component of Financial Statements

Following are the components of the Financial Statements:-

- a) Balance Sheet
- b) Profit & Loss Account
- c) Cash Flow Statement
- d) Statement of Changes in the Equity
- e) Notes to the Accounts
- f) Statement of Liquidity*

Profit & Loss Account

Investment Income

Less: Profit Paid on Deposits

Net Investment Income

Add.: i. Income from Investments in Shares/Securities

ii. Commission, Exchange and Brokerage

iii. Other Operating Income:

Locker rent

Telephone/Telegram Charges recovered

Income from SWIFT

Profit on sale of bank's premises, car, etc.

Legal expenses recovered

Total Operating Income

Less : Operating Expenses

Operating Expenses

- Salary & allowances
- Rent, Taxes, Insurance, Electricity etc.
- Legal Expenses
- Postage, Stamps, Telecommunication etc.
- Stationery, Printing, Advertisement etc.
- Chief Executive's Salary & Fees
- Directors' Fees & Expenses
- Auditors' Fees
- Charges on Investment Losses
- Depreciation and Repair of Bank's Assets
- Other expenses:
 - T.A & D.A.
 - Conveyance
 - Zakat Paid
 - Uniforms
 - Traveling & Entertainment
 - Training, Meeting,
 - Contribution etc.

Appropriation of Profit

Total Profit/(Loss) before Taxes

Provision for Tax (Current Tax plus Deferred Tax, if any)

Net Profit/(Loss) after Tax

Retained Earnings from Previous Year

Add: Net Profit after Tax

Profit Available for Distribution

Less: Appropriations:

Statutory Reserve

General Reserve

Proposed Dividends

Retained Earnings

Earning per Ordinary Share (EPS)

PROPERTY AND ASSETS

Cash *

Cash in hand (Including Foreign Currencies)

Balance with Bangladesh Bank & its Agent Bank(s) (Including Foreign Currencies)

Balance with other Banks & Financial Institutions

- In Bangladesh

- Outside Bangladesh

Money at Call and Short Notice

Investments in Shares & Securities

- Government

- Others

PROPERTY AND ASSETS

Investment

General Investments etc.

Bills Purchased & Discounted

Fixed Assets including Premises

Other Assets:

Stock of Stationery

Stamp in hand

Expense paid in advance

Security deposits

Branch Adjustment Accounts (Dr)

Non-banking Assets

TOTAL ASSETS

LIABILITIES

- Borrowings from other Banks, Financial Institutions and Agents
- Deposits and Other Accounts
- Current & Other Accounts, etc.
- Bills Payable
- Mudaraba Savings Deposits
- Mudaraba Term Deposits
- Bearer Certificate of Deposit
- Other Mudaraba Deposits
- **Other Liabilities:**
 - Provision for Taxes, Expenses etc.
 - Provision for doubtful & bad investments
 - Provision for other assets
 - Zakat payable
 - Dividend payable
 - Branch Adjustment Account (Cr.)

TOTAL LIABILITIES

Shareholders' Equity:

Paid up Capital

Statutory Reserve

Other Reserves

Retained Earnings

Total Shareholders' Equity**

TOTAL LIABILITIES & SHAREHOLDERS' EQUITY

Thank You All

Any Question?

Final Accounts – Bank DIB Question Solution

Presented by:

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SVP, Head of FAD & CFO (Acting)
Islami Bank Bangladesh PLC.

May – 2023 (Question no. 8)

Glory Islamic Bank Ltd.

Trial Balance as on December 31, 2022

Particulars	Debit (Tk.)	Credit (Tk.)
Cash in Hand	450,000	
Balance with Bangladesh Bank	380,000	
Balance with other BFIs and NBFIs	100,000	
Investment in Shares & Securities	320,000	
Investment Income		500,000
Income from Investment in Shares & Securities		30,000
Commission, Exchange & Brokerage		40,000
Other Operating Income		4,000
Placement with BFIs and NBFIs	170,000	
General Investment	6,013,000	
Bills Purchased and Discounted	300,000	
Fixed Assets	575,000	
Other Assets	220,000	
Non Banking Assets	5,000	
Mudaraba Term Deposit Account		4,000,000
Mudaraba Saving Deposit Account		2,000,000
Al Wadeah Deposit Account		1,000,000

Contd....

Particulars	Debit (Tk.)	Credit (Tk.)
Bills Payable		200,000
Profit Paid on Deposit	200,000	
Salary & Allowances	70,000	
MD/CEO Salary	1,200	-
Director's Fees & Expenses	500	-
Shari'ah Supervisory Committes (SSC) Fees	50	-
Auditor's Fees	120	-
Other Operating Expenses	230	-
Other Liabilities		150,000
Statutory Reserve		220,000
General Reserve		170,000
Retained Earning		130,000
Paid-up Capital		361,100
Total	<u>8,805,100</u>	<u>8,805,100</u>
Additional Information:		
i. Additional provision for NPI	Tk.	20,000
ii. Corporate Tax Rate 30% on profit before tax		0.30
iii. Dividend declared but not paid	Tk.	30,000

Solution

Glory Islamic Bank Ltd.

Profit & Loss Account for the year ended December 31, 2022

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Investment Income		
Investment income		500,000
Profit paid on mudaraba deposits		(200,000)
Net Investment Income		300,000
Income from Investment in Shares & Securities	30,000	
Commission, Exchange & Brokerage	40,000	
Other Operating Income	4,000	74,000
Total Operating Income		374,000
Operating Expenses		
Salary & Allowances	70,000	
Rent, taxes, insurances, electricity etc.		
Legal expenses		
Postage, stamps and telecommunication etc.		
Stationery, printing and advertisement etc.		
MD/CEO Salary	1,200	
Director's Fees & Expenses	500	

Contd....

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Shari'ah Supervisory Committes (SSC) Fees	50	
Auditor's Fees	120	
Depreciation and repair to bank's assets		
Zakat expenses		-
Other Operating Expenses	230	
Total operating expenses		(72,100)
Profit/(loss) before provision		301,900
Provision for Investments & Off- Balance Sheet items		(20,000)
Total provision		(20,000)
Total Profit/(Loss) before Taxes		281,900
Provision for taxation for the period		
Current tax		(84,570)
Deferred tax		
Net Profit/(Loss) after Tax & Provision		<u>197,330</u>
Net profit after tax attributable to:		
Equity holders of IBBL		

Contd....

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Non-controlling interest		
Retained Earnings from previous year/period		130,000
Add: Net profit after tax (attributable to equity holders of IBBL)		
Add: Excess depreciation on revalued amount of building transferred from Assets revaluation reserve to retained earnings		
Profit available for appropriation		327,330
Appropriation:		
Statutory Reserve		(56,380)
General Reserve		
Proposed Dividend		(30,000)
Start up Fund		
Coupon/Dividend for perpetual bond holders		
Retained Earning		<u>240,950</u>
*Statutory Reserve (Profit/(Loss) before Taxes after provision Tk. 2,81,900 @ 20%) = Tk. 56,380		

Solution

Glory Islamic Bank Ltd.

Balance Sheet as on December 31, 2022

Particulars	Amount in '000 Tk.	Amount in '000 Tk.
Property & Assets		
Cash in Hand		
Cash in Hand		450,000
Balance with Bangladesh Bank		380,000
Balance with other banks & financial institutions		
Balance with other BFIs and NBFIs		100,000
Placement with banks & other financial institutions		
Placement with BFIs and NBFIs		170,000
Investments in shares & securities		
Investment in Shares & Securities		320,000
Investments		
General Investment		6,013,000
Bills Purchased and Discounted		300,000
Fixed Assets		575,000
Other Assets		220,000
Non Banking Assets		5,000
Total Property & Assets		<u>8,533,000</u>

Contd....

Particulars	Amount in '000 Tk.	Amount in '000 Tk.
Liabilities and Capital		
Liabilities		
Placement from banks & other financial institutions		
Deposits & other accounts		
Mudaraba Term Deposit Account	4,000,000	
Mudaraba Saving Deposit Account	2,000,000	-
Al Wadeah Deposit Account	1,000,000	7,000,000
Bills payable		200,000
Dividend Payable		30,000
Provision for Investments & Off- Balance Sheet items		20,000
Other liabilities		150,000
Provision for Tax		84,570
Total Liabilities		7,484,570
Capital/Shareholders' Equity		
Paid - up capital	361,100	
Statutory Reserve (220,000+56,380)	276,380	
General Reserve	170,000	
Retained earnings	240,950	1,048,430
Total Liabilities & Shareholders' Equity		<u>8,533,000</u>

November – 2022 (Question no. 8)

Insaf Islamic Bank Ltd.

Trial Balance as on December 31, 2022

Particulars	Debit (Tk.)	Credit (Tk.)
Cash in Hand (Local Currency)	250,000	
Cash in Hand (Foreign Currency)	50,000	
Balance with Bangladesh Bank	1,200,000	
Balance with other Banks & Financial Institutions	100,000	
General Investment	8,000,000	
Bills Purchased and Discounted	200,000	
Investment in Shares & Securities	300,000	
Paid-up Capital (60,000 Shares @ Tk. 10 each)		600,000
Al Wadeah Current Deposits		1,000,000
Mudaraba Saving Deposits		3,400,000
Mudaraba Term Deposits		4,300,000
Other Mudaraba Deposits		1,200,000
Bills Payable		100,000
Investment Income		600,000
Income from Investment in Shares & Securities		20,000
Commission, Exchange & Brokerage		50,000
Other Operating Income		15,000
Profit Paid on Mudaraba Deposits	350,000	
Salary & Allowances	100,000	

Contd....

Particulars	Debit (Tk.)	Credit (Tk.)
Rent, taxes, insurances, electricity etc.	12,000	
Chief executive's salary & fees	1,000	
Directors' fees & expenses	500	
Shari'ah supervisory committee's (SSC) fees & expenses	300	
Auditor's Fees	100	
Depreciation and repair to bank's assets	900	
Zakat expenses	350	
Other expenses	50	
Statutory Reserve		100,000
General Reserve		60,000
Retained Earning		40,000
Land & Building	700,000	
Other Assets	66,000	
Branch Adjustment	153,800	
Total	<u>11,485,000</u>	<u>11,485,000</u>

Additional Information:

i. Proposed Dividend	Tk.	12,000
ii. Provision for General Investment	Tk.	15,000
Provision Investment in Shares & Securities	Tk.	500
iii. Provision for Income Tax	Tk.	50,000

Solution

Insaf Islamic Bank Ltd.

Profit & Loss Account for the year ended December 31, 2022

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Investment Income		
Investment income		600,000
Profit paid on mudaraba deposits		(350,000)
Net Investment Income		250,000
Income from Investment in Shares & Securities	20,000	
Commission, Exchange & Brokerage	50,000	
Other Operating Income	15,000	85,000
Total Operating Income		335,000
Operating Expenses		
Salary & Allowances	100,000	
Rent, taxes, insurances, electricity etc.	12,000	
Legal expenses		
Postage, stamps and telecommunication etc.		
Stationery, printing and advertisement etc.		
Chief executive's salary & fees	1,000	
Directors' fees & expenses	500	

Contd....

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Shari'ah supervisory committee's (SSC) fees & expenses	300	
Auditor's Fees	100	
Depreciation and repair to bank's assets	900	
Zakat expenses	350	-
Other expenses	50	
Total operating expenses		(115,200)
Profit/(loss) before provision		219,800
Provision for General Investment		(15,000)
Provision Investment in Shares & Securities		(500)
Other provisions		
Total provision		(15,500)
Total Profit/(Loss) before Taxes & Provision		204,300
Provision for taxation for the period		
Current tax		(50,000)
Deferred tax		
Net Profit/(Loss) after Tax & Provision		<u>154,300</u>

Contd....

Income & Expenditure	Amount in '000 Tk.	Amount in '000 Tk.
Net profit after tax attributable to:		
Equity holders of IBBL		
Non-controlling interest		
Retained Earnings from previous year/period		40,000
Add: Net profit after tax (attributable to equity holders of IBBL)		
Add: Excess depreciation on revalued amount of building transferred from Assets revaluation reserve to retained earnings		
Profit available for appropriation		194,300
Appropriation:		
Statutory Reserve		(40,860)
General Reserve		
Proposed Dividend		(12,000)
Start up Fund		
Coupon/Dividend for perfetual bond holders		
Retained Earning		<u>141,440</u>
*Statutory Reserve (Profit/(Loss) before Taxes & after Provision Tk. 2,04,300 @ 20%) = Tk. 40,860		

Solution


Insaf Islamic Bank Ltd.

Balance Sheet as on December 31, 2022

Particulars	Amount in '000 Tk.	Amount in '000 Tk.
Property & Assets		
Cash in Hand		
Cash in Hand (Local Currency)	250,000	
Cash in Hand (Foreign Currency)	50,000	
Balance with Bangladesh Bank	1,200,000	1,500,000
Balance with other banks & financial institutions		
Balance with other Banks & Financial Institutions		100,000
Placement with banks & other financial institutions		
Investments in shares & securities		
Investment in Shares & Securities		300,000
Investments		
General Investment		8,000,000
Bills Purchased and Discounted		200,000
Land & Building		700,000
Other Assets		66,000
Branch Adjustment		153,800
Non Banking Assets		
Total Property & Assets		<u>11,019,800</u>

Contd....

Particulars	Amount in '000 Tk.	Amount in '000 Tk.
Liabilities and Capital		
Liabilities		
Placement from banks & other financial institutions		
Deposits & other accounts		
Al Wadeah Current Deposits	1,000,000	
Mudaraba Saving Deposits	3,400,000	
Mudaraba Term Deposits	4,300,000	
Other Mudaraba Deposits	1,200,000	
Bills payable	100,000	100,00,000
Dividend Payable		12,000
Provision for General Investment		15,000
Provision Investment in Shares & Securities		500
Other liabilities		
Provision for Tax		50,000
Total Liabilities		10,077,500
Capital/Shareholders' Equity		
Paid-up Capital (60,000 Shares @ Tk. 10 each)	600,000	
Statutory Reserve (100,000+40,860)	140,860	
General Reserve	60,000	
Retained Earnings	141,440	942,300
Total Liabilities & Shareholders' Equity		<u>11,019,800</u>



Thank You All

Any Question?

Final Accounts – Company

DIB Question Solution

Presented by:

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May – 2023 (Question no. 7)

M/S XYZ Company

Trial Balance as on December 31, 2022

Particulars	Debit (Tk.)	Credit (Tk.)
Opening Stock	25,300	
Purchase	1,200,000	
Sales		2,000,000
Accounts Receivable	300,000	
Accounts Payable		400,000
Building	2,000,000	
Accumulated Depreciation		300,000
Furniture	85,000	
Accumulated Depreciation on Furniture		15,000
Salary	220,000	
Accruals Salary		20,000
Office Rent	120,000	
Utilities	30,000	
Prepaid Expenses	20,000	
Unearned Revenue		30,000
Stationery	10,000	

Contd....

Particulars	Debit (Tk.)	Credit (Tk.)
Cash and bank balance	85,000	
Capital and Drawing	50,000	1,000,000
Retained Earning		380,300
Total	<u>4,145,300</u>	<u>4,145,300</u>

Additional Information:

i. Closing Stock	Tk.	30,000
ii. Depreciation for Furniture	Tk.	5,000
iii. Depreciation for building	Tk.	20,000
iv. Corporate Tax Rate 25%		0.25

Solution

M/S XYZ Company

Profit & Loss Account for the year ended December 31, 2022

Particulars	Tk.	Tk.	Tk.
Net Sales			2,000,000
Purchase		1,200,000	
Add: Opening Inventory		25,300	
Net Purchase		1,225,300	
Less: Closing Inventory		30,000	
Cost of Goods Sold			1,195,300
Gross Profit			804,700
Operating Expenses:			
Salary		220,000	
Office Rent		120,000	
Utilities		30,000	
Stationery		10,000	
Depreciation:			
Furniture	5,000		
Building	20,000	25,000	
Total Operating Expenses			405,000
Net Profit from Operation			399,700
Non-operating income/(loss)			-
Profit/(Loss) before Taxes			399,700
Less: Provision for Taxes			99,925
Net Profit/(Loss) after Taxes			<u>299,775</u>

Solution

M/S XYZ Company

Balance Sheet as on December 31, 2022

Particulars	Tk.	Tk.	Tk.
Property & Assets			
Non-Current Assets:			
Buiding	2,000,000		
Less: Depreciation			
Accumulated	300,000		
Current	20,000	1,680,000	
Furniture	85,000		
Less: Depreciation			
Accumulated	15,000		
Current	5,000	65,000	
Total Non-Current Assets			1,745,000
Current Assets:			
Cash and bank balance		85,000	
Accounts Receivable		300,000	
Prepaid Expenses		20,000	
Closing Stock		30,000	
Total Current Assets			435,000
Total Assets			<u>2,180,000</u>

Contd....

Particulars	Tk.	Tk.	Tk.
Liabilities and Capital:			
Capital/Shareholder's Equity			
Capital	1,000,000		
Less: Drawing	50,000	950,000	
Retained Earning:			
Previous	380,300		
Current	299,775	680,075	
Total Capital/Shareholder's Equity			1,630,075
Liabilities:			
Accounts Payable		400,000	
Accruals Salary		20,000	
Unearned Revenue		30,000	
Provision for Taxes		99,925	
Total Liability			549,925
Total Liabilities and Capital:			<u>2,180,000</u>

November – 2022 (Question no. 7)

M/S Zahin Enterprise

Trial Balance as on June 30, 2021

Particulars	Debit (Tk.)	Credit (Tk.)
Cash in Hand	52,820	
Cash at Bank	123,000	
Purchase Account	40,765	
Sales Account		210,000
Wages	11,200	
Fuel & Power	8,220	
Stock in Hand (01.07.2020)	2,360	
Salaries	24,350	
Preliminary Expenses	5,600	
Building under Construction	350,000	
Plant & Machinery	332,000	
Land	600,000	
Software	350,000	
General and Administrative Expenses	29,500	
Trade Receivable	29,600	
Paid-up Capital		650,000

Contd....

Particulars	Debit (Tk.)	Credit (Tk.)
Share Money Deposit		950,000
Accumulated Profit		184,000
Vehicle running expenses	9,930	
Special Audit Fees	40,655	
Other Income		16,000
Total	<u>2,010,000</u>	<u>2,010,000</u>

Additional Information:

i. Stock on 30.06.2021	Tk.	4,240
ii. Plant & Machinery and Building are to be depreciated at the rate of 10% and Preliminary Expenses to be written off at the rate of 20%		0.10 0.20
iii. Salary for the month of June-2021 amounting to Tk. 1,850 was unpaid	Tk.	1,850
iv. Provision for Income Tax Rate was 40%		0.40

Solution

M/S Zahin Enterprise

Profit & Loss Account for the year ended June 30, 2021

Particulars	Tk.	Tk.	Tk.
Sales Account			210,000
Purchase Account		40,765	
Add: Opening Inventory		2,360	
Net Purchase		43,125	
Add: Wages	11,200		
Fuel & Power	8,220		
Depreciation: Plant & Machinery	33,200	52,620	
Less: Closing Inventory		4,240	
Cost of Goods Sold			91,505
Gross Profit			1,18,495
Operating Expenses:			
Salaries	24,350		
Add: Unpaid	1,850	26,200	
Written Off Preliminary Expenses (5,600*20%)		1,120	
General and Administrative Expense		29,500	
Vehicle Running Expenses		9,930	
Depreciation:			
Building Under Construction		35,000	

Contd....

Particulars	Tk.	Tk.	Tk.
Total Operating Expenses			1,01,750
Net Profit from Operation			16,745
Add: Non-operating Income:			
Other Income			16,000
Less: Non-operating Expenses:			
Special Audit Fees			40,655
Profit/(Loss) before Taxes			(7,910)
Less: Provision for Taxes			-
Net Profit/(Loss) after Taxes			<u>(7,910)</u>

Solution

M/S Zahin Enterprise Balance Sheet as on June 30, 2021

Particulars	Tk.	Tk.	Tk.
Non-Current Assets:			
Land		600,000	
Building Under Construction	350,000		
Less: Depreciation	35,000	315,000	
Plant & Machinery	332,000		
Less: Depreciation	33,200	298,800	
Software		350,000	
Total Non-Current Assets			1,563,800
Current Assets:			
Cash in Hand		52,820	
Cash at Bank		123,000	
Trade Receivable		29,600	
Preliminary Expenses (5,600-1,120)		4,480	
Closing Stock		4,240	
Total Current Assets			214,140
Total Assets			<u>1,777,940</u>

Contd....

Particulars	Tk.	Tk.	Tk.
Liabilities and Capital:			
Capital/Shareholder's Equity			
Paid Up Capital		650,000	
Share Money Deposit		950,000	
Accumulated Profit	184,000		
Less: Net Loss after Taxes	7,910	176,090	
Total Capital/Shareholder's Equity			1,776,090
Liabilities:			
Unpaid Salary		1,850	
Total Liability			1,850
Total Liabilities and Capital:			<u>1,777,940</u>



Thank You All

Any Question?