

1b) Name: Atalibo Grace Matric no: 1818ms021011.

The managers : The managers are employed to manage funds of the unit trust. He/she is to seek for the best investment opportunities as time goes on to yield the best returns for the funds he is to manage.

The trustee : The trustees are to oversee the unit trust. He is to oversee ~~and~~ the activities and decisions of the manager. He is to oversee the utilisation and performance of the funds too.

~~Unit~~ holders : The unit holders contribute funds by paying subscription from time to time based on laid down agreements.

2.) statement of reconciliation showing the changes in the fair value during the year 2019.

2019		₹	₹
1st Jan	1300 day old chicks @ 180 each		234,000
1st Jan	800 2 year old chickens @ 2400 each		1,920,000
1st July	500 6 months old chickens @ 1500 each		750,000
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			3,768,000
	Dead chickens during the year (120 × 1750)		(210,000)
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			3,558,000
	Changes in fair value		325,000
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31st december	1 year old chickens (1300 - 60 = 1240 × 3,000)		3,720,000
31st december	1/2 year old chickens (500 - 30 = 470 × 3,300)		1,551,000
31st december	3 year old chickens (800 - 30 = 770 × 2,000)		1,540,000
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			6,811,000

Flock of chicken		₹	₹
1/1/19	bal b/f	3,065,000	
1/1/19	Cash	750,000	
31/12/19	PL	325,300	
		<hr/>	
		6,811,000	
		<hr/>	
1/1/20	bal b/f	6,601,000	
			210,000
			6,601,000
			<hr/>
			6,811,000

Statement of Profit/Loss for the year ended 31/12/19.

	#	#	#
Sales : Farm produce			6,423,340
Opening Inventory			
Purchases: Feeds	2,109,570	1,800,000	
Insecticides	156,000		
Cost of goods available for sale	<u>2,265,570</u>	<u>2,252,570</u>	
Closing inventory		<u>(1,875,000)</u>	<u>(1,877,570)</u>
Gross Profit			<u>4,545,770</u>
Miscellaneous income		450,960	
changes in fair value		450,000	
		<u>325,300</u>	<u>390,660</u>
Expenses			329,850
Depreciation: Farm house	90,000		
Farm machinery	157,000		
Staff cost	770,000		
Marketing cost	105,300		
Fuel and oil for machines	168,000		
Repairs	52,500		
Insurance	77,600		
Hire of tractors	100,800		
Bad debts	175,500		
Other operating expenses	292,750		
Net Profit			<u>6,198,920</u>
Net Profit			<u><u>6,263,580</u></u>

8a.) i) Freight charges: These are the main income collected against the transportation of the goods.

ii.) Passage money: This is collected from the passengers in case of a passenger's vessel.

iii.) Primage: This is an additional freight in the form of surcharge on the freight.

iv.) Stowage: These are loading and unloading of cargo which should be debited from the voyage account.

v.) Bunker cost: This is the cost of water, coal, diesel, fuel etc. used for the purpose of voyage.

b.)

Dr				Clients Ledger (Beef)			
Date	Particular	Office	Client	Date	Particular	Office	Client
							900,000
10th June	Cash advance	170,000	—	20th June	Cash	—	—
15th June	Cash advance	110,000	—	20th June	Cash	280,000	—
20th June	Cash	—	280,000	25th June	Cash	55,000	—
25th June	Cash	—	520,000				
25th June	Cash	—	55,000				
31 June	Cash (Br)	—	45,000				
31 June	Private Ledger	55,000	—				
		<u>335,000</u>	<u>900,000</u>			<u>335,000</u>	<u>900,000</u>

Cash Book

Date	Particular	Office	Client	Date	Particular	Office	Client
			900,000	10 June	Beef advance	170,000	—
20 June	Cash	—	—	15 June	Beef advance	110,000	—
20 June	Cash	280,000	—	20 June	Beef	—	280,000
25 June	Cash	55,000	—	25 June	Beef	—	520,000
				25 June	Beef	—	55,000
				31 June	Beef (Br)	—	45,000
				31 June	Bal c/d	55,000	—
		<u>335,000</u>	<u>900,000</u>			<u>335,000</u>	<u>900,000</u>

Private Ledger

31st June P/L

55,000

31st June B/cf

55,000

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i-) Underwriting Commission:

It is the commission payable to the underwriter. It may be paid partly in shares and partly in cash and it is ~~partly~~ normally calculated as a percentage of the proportion underwritten.

Overriding Commission:

It is also payable to the underwriter in addition to the underwriting commission for placing blocks of shares offered with its clients.

ii.) Firm application

- The number of shares to be allotted in firm application is fixed per the underwriting contract.
- Not based on percentage underwritten.

shares required through underwriting

- Number of shares to be taken up by the underwriter depends on the number of shares not taken up by the public.
- Based on percentage underwritten.