

- (b) The shares in O were purchased on 11.5.2005 when the balance in reserves was Rs. 242 thousands.
- (c) The following dividend have been declared but not accounted for before the accounting year end :

W	—	Rs. 65 thousands
H	—	Rs. 30 thousands
O	—	Rs. 15 thousands

- (d) Included in inventory figure of O is inventory valued at Rs. 20 thousands which had been purchased from W at cost plus 25%.
- (e) Goodwill in respect of the acquisition of H has been fully written off.
- (f) On 31.3.2010 H made bonus issue of one share for every share held. This had not been accounted in the Balance Sheet as on 31.3.2010.
- (g) Included in trade payables of W is Rs. 18 thousands to O, which is included in trade receivables of O.

Prepare Consolidated Balance Sheet of W as at 31.3.2010.

4. The following are the Balance Sheets of Cat Ltd. and Bat Ltd. as on 31.3.2010 : 16

	Rs. (in thousands)	
Liabilities	Cat Ltd.	Bat Ltd.
Share Capital :		
Equity shares of 100 each fully paid up	2,000	1,000
Reserves	800	—
10% debentures	500	—
Loans from Banks	250	450
Bank overdrafts	—	50
Sundry creditors	300	300
Proposed dividend	200	—
	Total	4,050
		1,800
Assets		
Tangible assets/fixed asset	2,700	850
Investments (including investments in Bat Ltd.)	700	—
Debtors	400	150
Cash at bank	250	—
Accumulated loss	—	800
	Total	4,050
		1,800