

Problem No. – 5 Solution

1) Time Ratio = 1:3

Incorporation / Registration Date

1st Oct. 2000

1st Jan 2001

30th Sept. 2001

Pre Period

Post Period

O N D (3 Months)

:

J F M A M J Ju A S (9 Months)

3 : 9

1 : 3

Interest to Vendors

Pre = 1,500

Post = 2,500

Profit or Loss

Pre Loss = 1,825

Post Profit = 37,075

2) Sales Ratio = 1:7

Total Sales for the year = 2,40,000

Sales 4 Months Oct to Jan = 40,000

Hence For 3 Months Oct to Dec = 30,000

Oct to Dec : Jan to Sept (10,000 + 2,10,000)

30,000 : 2,10,000

1 : 7

Thank u