

Session 2021-22 Term-2 Main Zone-2, Set-1

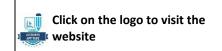
Q-12



CALCULATION OF CASH FLOWS FROM OPERATING ACTIVITIES

For the year ended on 31st March, 2021

Particulars (Details (Rs.)	Amount (Rs.)
Net profit before tax and extraordinary items		80,000
Add: Non-cash and Non-operating expenses:		
Depreciation		25,000
Net profit before changes in working capital		1,05,000
Add: Decrease in Current Assets and Increase in		
Current Liabilities:		
Inventories	11,000	
Less: Increase in Current Assets and Decrease in		
Current Liabilities:		
Trade Receivables	(1,500)	
Trade Payables	(34,000)	(24,500)
Cash generated from operations		80,500
Less: Tax paid	JE	(6,500)
Net Cash Flow from operating activities		74,000



Session 2021-22 Term-2 Main Zone-2, Set-1

Q-12



PROVISION FOR TAX ACCOUNT

Dr.

Particulars	Rs.	Particulars	Rs.
To Bank A/c	6,500	By Balance b/d	5,500
To Balance c/d	9,000	By Statement of Profit & Loss	10,000
Total	15,500	Total	15,500

Working Notes:

Calculation of net profit before tax:

Net Profit Add provision for Tax

(**Rs.**) 70,000 10,000

80,000

