



Department of Education, Sabaragamuwa/weekly school

week- December 3

Subject-Accounting

Grade-13

Prepared by -
Zonal Education Office, Rathnapura.

Competency 13.0 – Presents information required for management to decision mak
Competency Level 12.4.2- Prepare statement of Cash flows of a limited liability company
accordance with the Sri Lanka Accounting Standards.

- Following details are relating to Hansini's business and a competitive business of it, Shinsa's business as at 31.03.2018

	Hansini (Rs.'000)	Ahinsa (Rs.'000)
Inventories	6 000	7 000
Trade reveivables	4 000	6 000
Prepaid expenses	2 000	3 000
Trade Payables	8 000	9 600
Accrued expenses	4 000	2 400
Cash and cash equivalants	6 000	8 000

1. Calculating following ratios from each business
 - current ratio
 - quick ratio
2. Which business is more efficient considering liquidity. Explain with reasons.

Extracts of statement of financial position

2016.03.31 (Rs.'000)		2017.03.31 (Rs.'000)
8 000	Stated capital (Rs. 20)	12 000
2 000	Reserves	3 000
5 000	12% Bank Loan	4 000
6 000	Current liabilities	9 000

Profit before tax of each year was 10% from equity.

1. Calculate equity capital for each year.
2. Calculate total capital for each year.
3. Calculate the presentation of debt capital from total capital for each year.

