

VIVEKANANDA COLLEGE THAKURPUKUR KOLKATA-700063

NAAC ACCREDITED 'A' GRADE



Topic:Common-size Balance Sheet

Course Title:B.Com

Paper:Fin.Reporting & FSA

Unit:05

Semester:6th

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Name of the Department:Commerce

Common Size Statements :

For convenient comparison the financial statements should be converted into common-size statement. Every item of These statements is expressed in the form of percentage of its important heading. Every item of income statement is expressed in terms of percentage of total sales. Similarly every asset is expressed in terms of the percentage of total assets and every liability is expressed in terms of percentage of total liabilities.

These statements facilitate the vertical analysis since each accounting variable is analysed vertically. It indicates the static relationship since relative changes are studied at a specified date.

Format of Common-size Balance Sheet

Common-size Balance Sheet
as at 31st March, of Previous and Current Years

Particulars	Absolute Amounts		Percentage of Balance Sheet Total	
	Previous Year	Current Year	Previous Year	Current Year
	₹	₹	%	%
I. EQUITY AND LIABILITIES :				
(1) Shareholders' Funds :				
(a) Share Capital				
(i) Equity Share Capital	***	***	***	***
(ii) Preference Share Capital	***	***	***	***
(b) Surplus	***	***	***	***
(2) Share Application Money Pending Allotment	***	***	***	***
(3) Non-Current Liabilities :				
(a) Long-term Borrowings	***	***	***	***
(b) Other Long-term Liabilities	***	***	***	***
(c) Long-term Provisions	***	***	***	***
(4) Current Liabilities :				
(a) Short-term Borrowings	***	***	***	***
(b) Trade Payables	***	***	***	***
(c) Other Current Liabilities	***	***	***	***
(d) Short-term Provisions	***	***	***	***
Total	***	***	***	***
II. ASSETS :				
(1) Non-Current Assets :				
(a) Property, Plant and Equipment:				
(i) Tangible Assets	***	***	***	***
(ii) Intangible Assets	***	***	***	***
(iii) Capital Work-in-Progress	***	***	***	***
(iv) Intangible Assets under Development	***	***	***	***
(b) Non-Current Investments	***	***	***	***
(c) Long-term Loans and Advances	***	***	***	***
(d) Other Non-Current Assets	***	***	***	***

(2) Current Assets :

(a) Current Investments	***	***	***	***
(b) Inventories	***	***	***	***
(c) Trade Receivables	***	***	***	***
(d) Cash and Cash Equivalents	***	***	***	***
(e) Short-term Loans and Advances	***	***	***	***
(f) Other Current Assets	***	***	***	***
Total	***	***	***	***

From the following information, prepare common-size Balance Sheets for the year 2017 and 2018.

Balance Sheets of Puspita Ltd.

Particulars	Notes No.	2017 ₹	2018 ₹
I. EQUITY AND LIABILITIES			
1. Shareholders' Fund			
(a) Share Capital			
(i) Equity Shares Capital		2,00,000	2,00,000
(ii) 10% Preference Share Capital		1,00,000	1,00,000
(b) Reserves & Surplus		3,00,000	4,00,000
2. Non-Current Liabilities			
(a) Long-term Borrowings			
(i) Secured Loans		2,00,000	2,00,000
(ii) Unsecured Loans		1,00,000	1,00,000
3. Current Liabilities			
		1,00,000	2,00,000
TOTAL		10,00,000	12,00,000
II. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment			
		3,00,000	4,00,000
(b) Non-Current Investments			
		2,00,000	2,00,000
2. Current Assets			
		5,00,000	6,00,000
TOTAL		10,00,000	12,00,000

[CUB Com (H) 2014]

Puspita LW.
Common Size Balance Sheet
as at - 31-3-17 & 31-3-18

Particulars	Absolute amt.		% of BIS Total	
	2017	2018	2017	2018
I. Equity & Liab:-				
1. Shareholders fund				
a) Sh. Capital				
i) Eqn. Sh. Capital	2,00,000	2,00,000	20.00	16.67
ii) 10% Pref. Sh. Capital	1,00,000	1,00,000	10.00	8.33
b) Reserve & Surplus	3,00,000	4,00,000	30.00	33.33
2. Sh. app. money lending allotment				
	-	-	-	-
3. Non-Current Liab -				
a) Long term Borrowings				
i) Secured Loans	2,00,000	2,00,000	20.00	16.67
ii) Unsecured Loans	1,00,000	1,00,000	10.00	8.33
4. Current Liab.	1,00,000	2,00,000	10.00	16.67
Total	10,00,000	12,00,000	100.00	100.00
II. Assets				
1. Non-Current Assets				
a) Prop, plant & Equip.				
	3,00,000	4,00,000	30.00	33.33
b) Non Current Invest				
	2,00,000	2,00,000	20.00	16.67
2. Current Assets	5,00,000	6,00,000	50.00	50.00
Total	10,00,000	12,00,000	100.00	100.00