

Financial Accounting Assignment:

Kilburn Engineering+

Summarized Balance Sheet Equation for last two years:

Balance sheet equation: Assets = Liabilities + Owners Equity

Summarized balance sheet (all figures in crores)					
Date	Assets	=	Liabilities	+	Owners' Equity
As on 31st March 2018	281.07	=	174.79	+	108.29
As on 31st March 2019	288.93	=	189.94	+	98.99

Reserves and surplus going negative both in year 2019 and 2018 alarms the losses made by the company.

Liabilities is increased by 9% due to increase of Short-Term Borrowings.

Financial Year 2018-19 shows, there is a visible reduction between **Net Trade Payables** and **Receivables**.

Five biggest items as part of the "total assets" and the "total liabilities and equity side"

Assets, Liabilities & Owners Equity		
Item	Amount*	% of total Assets
Short Term Loans and Advances in March 2018	103.25	36.73%
2019	108.26	37.47%
Tangible Assets in March 2018	56.23	20%
2019	52.60	18.20%
Other Current Liabilities on March 2018	60.33	21.46%
2019	46.09	15.95%
Short Term Borrowings in March 2018	90.29	32.12%
2019	112.26	38.85%
Reserve & Surplus in March 2018	93.03	33.09 %
2019	85.73	29.67%

*All figures in crores

Short Term Loans and Advances hold major share in assets for March 2019 of 37.73% and as part of liability side "**Short Term Borrowings**" holds major share of 38.85% in Year 2019. This signifies the movement of funds for investment in other concerns of the group, On the equity side, there is a saturate proportion in "**Reserve and Surplus**" from the Financial year ending March-2018 to March 2019.

Items missing and items interesting

Sno.	Particulars	Change in percentage (FY2018-2019)	Change in Amount FY2018-2019)	Remarks
1	Trade Receivables	↑18%	Rs (5.01)	The Receivables have not gone up on proportion to the payables putting a load on the reserves.
2	Trade Payables	↑53%	Rs (10.81)	The payables have gone up significantly increase in input costs, also effecting the cash flow.
3	Investments	↓60%	Rs (9.71)	Investments had turned down significantly in spite of a fall in reserves and surplus, point out that company may be undergoing stress.
4	Cash & Cash Equivalents	↓39%	Rs (4.23)	Cash and equivalents have shown a major dip due to an in ordinate payables and receivables structure.