1. The details of financial state and activity of XYZ Ltd. for the period from 01.01.2012 to 31.12.2014 are given below:

<table>
<thead>
<tr>
<th>Indicator</th>
<th>Value</th>
<th>Change for the period analysed</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(` in thousand)</td>
<td>% of the balance total</td>
</tr>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1. Non-current assets</td>
<td>187,625,543</td>
<td>322,273,637</td>
</tr>
<tr>
<td>2. Current assets, total</td>
<td>173,184,851</td>
<td>191,660,913</td>
</tr>
<tr>
<td>Inventories</td>
<td>4,770,370</td>
<td>4,985,680</td>
</tr>
<tr>
<td>Trade and other current receivables</td>
<td>128,380,239</td>
<td>147,904,069</td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>7,132,445</td>
<td>2,811,891</td>
</tr>
<tr>
<td>Other current assets</td>
<td>32,901,797</td>
<td>35,959,273</td>
</tr>
<tr>
<td><strong>Equity and Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1. Equity</td>
<td>236,892,662</td>
<td>263,953,835</td>
</tr>
<tr>
<td>2. Non-current liabilities</td>
<td>24,814,976</td>
<td>82,295,647</td>
</tr>
<tr>
<td>3. Current liabilities</td>
<td>99,102,756</td>
<td>167,685,068</td>
</tr>
<tr>
<td><strong>Total Assets/Equity and Liabilities</strong></td>
<td>360,810,394</td>
<td>513,934,550</td>
</tr>
</tbody>
</table>

Keeping the above details in view, answer the following questions:

(a) Prepare a comprehensive analysis of the balance sheet of XYZ Ltd.  

(b) Give a detailed financial sustainability analysis with the help of key financial ratios and comment on the same.
(c) Prepare a detailed working capital analysis and comment on the same. \( (5 \text{ marks}) \)

(d) Provide a liquidity analysis and comment on the same. \( (10 \text{ marks}) \)

(e) Analyse the overall financial results and give a brief conclusion on the financial condition of the company. \( (15 \text{ marks}) \)

2. (a) Explain the circumstances under which a banker is permitted to close an account without instructions from the customers. \( (10 \text{ marks}) \)

(b) Discuss the precautions which a banker should take while granting advances with special reference to the various types of securities that a banker takes to secure the advance. \( (10 \text{ marks}) \)

(c) A cheque is an instrument used for almost all banking transactions. Explain the different type of cheques along with their legal implications. Also explain the legal provisions which allow the cheque to be transferred. \( (10 \text{ marks}) \)

3. A bank maintains the following accounts:

   (i) Individual account of Anil with a balance of ₹10,000.

   (ii) A joint account of Anil and Bimal with a balance of ₹20,000.

   (iii) An individual account of Chandan with a balance of ₹1,25,000.

   (iv) An account of a partnership firm where Anil, Bimal and Chandan are partners with a balance of ₹50,000.

   (v) A loan account of Anil with a debit balance of ₹45,000. The bank has recalled the same as a result of non-payment of interest and installments.
The bank has received the following orders:

— A Court order is received to attach the property of Anil for ₹1.50 lakh.
— An order from income-tax department to attach the assets of the partnership firm for ₹1,70,000.

Explain how the bank will appropriate the amounts in the various accounts.

(5 marks)

4. The summary of per unit cost of production of a product of A & Co. is as under:

   (i) Raw material cost ₹25
   (ii) Labour and other manufacturing cost ₹35
   (iii) Factory expenses ₹10
   (iv) Office expenses ₹20
   (v) Depreciation on machinery is ₹5 for a production capacity of 25,000 units per month.
   (vi) The optimum batch quantity is 5,000 units with a work cycle of 1 week.
   (vii) The credit available for raw materials is 2 weeks.
   (viii) Sales are 20% in cash and the remaining on credit with an average period of 30 days' credit.
   (ix) Holding period of stock of finished goods is 15 days.
   (x) The article is sold for ₹105 and average sales for the next year is estimated at 17,000 units per month.

The proprietor wants to avail of working capital limits from the bank. Guide him as to what limits he should apply?

(5 marks)
5. Ajay has availed of 3 loans from his bank amounting to ₹2 lakh, ₹3 lakh and ₹5 lakh carrying interest of 12%, 13% and 15% respectively. Further, the loan of ₹2 lakh has become time barred. Ajay pays ₹5 lakh without indicating the loan for which he has made payment. The bank appropriates the amount towards the first two loans. Ajay disputes this and explains that the amount was meant to pay-off the third loan where interest rate was highest. Explain the position of the banker.

(5 marks)

6. A banker has different relationship in various capacities with customers. Explain these relationships in brief.

(5 marks)