Roll No. □□□□□□□□□□□□ **Total No. of Pages : 02**

Total No. of Questions : 09

Bachelor In Service Industry Management(SIM)/BRDM (2014 & Onwards)

BBA (2012 & onward Batches) (Sem.–2)

CORPORATE ACCOUNTING

Subject Code : BBA-204

Paper ID : [C0243]

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTION TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTIONS-B consists of FOUR Sub-sections : Units-I, II, III & IV.**
3. **Each Sub-section contains TWO questions each, carrying TEN marks each.**
4. **Student has to attempt any ONE question from each Sub-section.**

SECTION - A

1. Write briefly :

a. What is Book Building Process?

b. What is corporate dividend tax?

c. What is profit prior to incorporation?

d. Distinguish between external and internal reconstruction.

e. What do you mean by inter company owings?

f. Distinguish between "Capital Reserve" and "Reserve Capital".

g. What is intrinsic value of shares?

h. What is under subscription of shares?

i. Explain the concept of bonus shares.

j. What is minority interest?

SECTION - B

UNIT - I

2. State the legal requirements and accounting treatment of issuing shares at premium.

3. XYZ ltd issued to public 3,00,000 equity shares of Rs. 10 each at a premium of Rs. 1 per share. The amount was payable as to Rs. 2 with application, Rs 4 (incl premium) on allotment and Rs. 5 on first call and final call.

Applications totalled 6,11,000 shares. The board of directors rejected applications for 11,000 shares and made allotment on all the remaining applications on a pro-rata basis.

P to whom 300 shares had been allotted did not pay the balance of allotment money and subsequently the call money. Q who held 450 shares did not pay the call. Their shares were forfeited three months after making of the call. All the forfeited shares were reissued as fully paid to R at the rate of Rs 11 per share.

You are required to pass journal entries for all the transactions.

UNIT - II

4. Prepare the balance sheet of a company with imaginary figures.

5. What do you mean by divisible profits? Discuss the provisions regarding divisible profits.

UNIT - III

6. What are the different methods of valuation of goodwill? Discuss in detail.

7. H ltd acquired 80,000 shares of Rs 10 each in S ltd on 1st October 2014. Liabilities and assets of H ltd and S ltd were :

Liabilities	**H ltd**	**S ltd**	**Assets**	**H ltd**	**S ltd**
Share capital Rs 10 fully paid	20,00,000	10,00,000	Goodwill	1,00,000	--
			Machinery	5,00,000	4,50,000
Surplus A/c	50,000	45,000	Furniture	20,000	40,000
Reserves	1,00,000	1,50,000	Shares in S ltd	8,80,000	--
Bills Payable	20,000	10,000	9% debentures in S ltd	80,000	--
Creditors	4,00,000	2,00,000			
Debentures	---	2,00,000	Stock	5,20,000	6,50,000
			Debtors	1,80,000	2,70,000
			Bill Receivables	10,000	15,000
			Cash	2,80,000	1,80,000
	25,70,000	**16,05,000**		**25,70,000**	**16,05,000**

Bill receivable of S ltd include bills for Rs. 8,000 accepted by H ltd and creditors of S ltd include Rs. 20,000 due to H ltd. An amount of Rs. 30,000 was transferred by S ltd from the current year's profits to reserves.
You are required to prepare the consolidated balance sheet as on 31st march 2014.

UNIT - IV

8. Explain the role and importance of computerised accounting in today's competitive world.

9. Explain in brief the financial reporting followed by :

   a. Mutual Funds

   b. NBFC's