

Roll No.

Total No. of Pages : 03

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B.Com. (2013 to 2017 Batch) (Sem.-4)

CORPORATE ACCOUNTING – II

Subject Code : BCOP-401

M.Code : 22019

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTIONS TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTION-B contains SIX questions carrying TEN marks each and students have to attempt any FOUR questions.

SECTION-A

1. Write short notes on :

- i. Inter Company Owings
- ii. Intrinsic value of shares
- iii. Holding company
- iv. Revenue profits and reserves
- v. 'B' List of Contributories
- vi. Deficiency Account
- vii. Statement of Affairs
- viii. Rebate on Bills discounted
- ix. Non-Banking Assets
- x. Valuation Balance Sheet

SECTION-B

2. Following are the ledger balances of X Co. Ltd. As on 31st March, 2018

Cr. Balances	Rs.	Dr. Balances	Rs.
Share Capital (12,000 shares of Rs. 10 each fully paid up)	1,20,000	Land and Buildings	90,000
Sundry Creditors	30,000	Machinery	50,000
Bank Overdraft	28,000	Stock	17,000
		Sundry Debtors	20,000
		Discount on Shares Account	1,000
	1,78,000		1,78,000

The company went into voluntary liquidation and the assets were sold to Y Co. Ltd. for Rs.1,50,000 payable as to Rs. 60,000 in cash (which sufficed to discharge creditors and Bank Overdraft and pay the winding expenses of Rs. 2,000) and as to Rs. 90,000 by the allotment of Rs. 12,000 shares of 10 each of Y Co. Ltd, Rs. 7.50 per share paid up, to the shareholders of X Co. Ltd.

Draw up the Journal Entries and the necessary Ledger Accounts to close the books of X Co. Ltd. and the Journal Entries for recording these transactions in the books of Y Co. Ltd. on the basis of amalgamation in the nature of purchase.

3. Balance Sheet of Small Ltd. as on 31st March, 2018 was as under:

I. Equity and Liabilities	in lakhs
(1) Shareholder's Funds	
(a) Share Capital :	
Equity Shares of Rs. 100 each	6.00
(b) Reserves & Surplus	
(i) General Reserve	3.00
(ii) Surplus A/c in lakhs	
Balance b/d 0.70	
Profit for the year 0.60	1.30
(2) Current Liabilities	
Trade Creditors	1.20
Total	11.50
II. Assets	
(1) Non-current Assets	
(a) Fixed Assets in lakhs	
(i) Land & Building	4.00
(ii) Machinery 3.50	3.00
Less Depreciation for the year 0.50	
(b) Investment: Shares of Small Ltd. at Cost	2.00
(2) Current Assets	
(a) Debtors	1.50
(b) Cash at Bank Balance	1.00
Total	11.50

Big Ltd purchased 4000 Equity shares of Rs. 100 each on 1st October, 2017 on which date it was found that Land and Buildings were undervalued by Rs. 1 lakh and Machinery was worth only Rs. 2.75 lakhs. In preparing the Consolidated Balance Sheet of holding company, it was decided to adopt proper values of Assets. On the above information given: Ascertain : (a) Capital Profits; (b) Revenue Profits; and (c) Minority Interest.

4. Bad Luck Limited went into voluntary liquidation and the proceedings commenced on 2nd July, 2018. Certain creditors could not receive payment out of the realization of assets and out of the contributions from the contributories of the 'A' list. Following details of

Shares transfers are made available to you.

Name of the transferor shareholder	No. of shares transferred	Date of the transferor ceasing to be a member	Creditors remaining unpaid and outstanding at the time of the transferor ceasing to be a member
(i) A	1000	1 st March, 2017	6000
(ii) B	1250	15 th August, 2017	8000
(iii) C	500	1 st October, 2017	10750
(iv) D	2000	1 st December, 2017	13000
(v) E	250	1 th April, 2018	15000

All the shares were of Rs. 10 each, on which Rs. 5 per share had been paid up. Ignoring other details like liquidator's expenses etc. you are required to work out the liability of the individual contributories listed above.

5. Define amalgamation and its types. Differentiate between amalgamation in the nature of merger and amalgamation in nature of purchase.
6. Give in brief the various provisions of the Banking Regulations Act, 1949 relating to the annual accounting of Banking Companies.
7. Prepare a Fire Insurance Revenue account and a Marine Insurance Revenue account with imaginary figures.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.