Roll No. ☐☐☐☐☐☐☐☐☐☐☐☐ **Total No. of Pages : 03**

Total No. of Questions : 09

BBA (Sem.–5)

CORPORATE ACCOUNTING

Subject Code : BBA-521-18

M.Code : 78196

Date of Examination : 02-12-2024

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

INSTRUCTIONS 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 short notes on the following :

a) Capital Redemption Reserve

b) Issue of Shares at Discount

c) Pre-emptive Right

d) Convertible Debentures

e) Non-participating Preference Shares

f) Managerial Remuneration

g) Capital Reserve

h) Minority Interest

i) Subsidiary Company

j) Fixed Assets

SECTION-B

UNIT-I

2. Pioneer Construction Company Ltd. issued for public subscription 20,000 Equity Shares of Rs. 10 each at 20% premium payable as Rs 3 per share on application, Rs 5 per share on allotment (including premium) and balance in two calls of equal amount. Applications were received for 30,000 shares. The shares were allotted pro-rata to the applicants for 24,000 shares, the regaining applications being rejected. Money overpaid on application was utilized towards sums due on allotment.

   All money due were received except that a shareholder to whom 1,000 shares were allotted failed to pay both calls. These shares were forfeited and subsequently re-issued at Rs 11 per share as fully paid-up. You are required to pass the necessary journal entries in the books of the company.

3. Distinguish between bonus shares and bonus debentures. Describe the various types of reserves that can be used for issuing bonus shares. Also briefly discuss the impact of bonus shares on the balance sheet of the company.

UNIT-II

4. The capital structure of a company consists of 20,000 equity, shares of Rs. 10 each fully paid- up and 1,000 8% Redeemable. Preference Shares of Rs. 100 each Rs. 90 paid-up. Undistributed reserve and surplus are General/Reserve Rs. 80,000; Profit and Loss Account Rs. 30,000, Investment Allowance Reserve (out of which 5,000 not free for distribution's dividend) Rs 10,000; Security Premium Rs. 12,000. Cash at bank amounted to Rs. 98,000. Preference Shares are to be redeemed at a premium of 10% and for the purpose of redemption, the directors are empowered to make fresh issue of equity shares at par after utilizing the undistributed reserves and surplus subject to the condition that a sum of Rs 10,000 shall be retained in general reserve and which should not be utilized.
   You are required to pass the necessary journal entries for redemption of preference shares.

5. What do you mean by debentures? Discuss various types of debentures that are permitted to be issued in India. Also discuss various methods for redemption of debentures.

UNIT-III

6. Following is the Trial Balance of Bee Ltd. on March 31, 2022:

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
Opening Stock	75,000	Purchase Returns	10,000
Purchases	2,45,000	Sales	3,40,000
Wages	30,000	Discount	3,000
Carriage Inwards	950	Profit and Loss Account	15,000
Furniture	17,000	Share Capital	1,00,000
Salaries	7, 500	Trade Creditors	17,500
Rent	4,000	General Reserve	15,300
Sundry Expenses	7,050	Bills Payable	7,000
Dividend Paid	9,000		
Trade Debtors	27,500		
Plant and Machinery	29,000		
Cash at Bank	46,200		
Patents	4,800		
Bills Receivables	5,000		
Total	**5,08,000**	**Total**	**5,08,000**

Prepare a statement of Profit and Loss Account for the year ended March 31, 2022 and Balance sheet as on that date after considering the following adjustments:

a) Stock as on March 31,2022 is Rs. 88,000

b) Depreciate Plant and Machinery at 15 % and Furniture at 1.0%,

c) Provide Rs. 510 for doubtful debts

7. Write a detailed note on the provisions contained in the Companies Act regarding preparation of Statement of Profit and Loss and Balance Sheet of a company.

UNIT-IV

8. What do you mean by consolidated balance sheet? Differentiate between consolidated and standalone balance sheet.

9. What do you mean by Annual Report? Discuss the major components of an Annual Report as per Indian Companies Act. Also discuss the recent trends in financial reporting in India.

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