



RAN-0293

Second Year B.Com. (Honors) (Sem-IV) Examination

March / April - 2019

Corporate Accounting

Course Code-CE 429 J(2)

[Total Marks: 50

સૂચના : / Instructions

નીચે દર્શાવેલ નિશાનીવાળી વિગતો ઉત્તરવહી પર અવશ્ય લખવી.
Fill up strictly the details of signs on your answer book

Name of the Examination:

Second Year B.Com. (Honors) (Sem-IV)

Name of the Subject :

Corporate Accounting Course Code-CE 429 J(2)

Subject Code No.:

0 2 9 3

Seat No.:

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Student's Signature

Q. 1 (A) Pass journal entries for the following transactions:

(5)

1. The directors returned the fees of Rs. 40,000 received by them from the company.
2. Debenture holders of the company holding debentures of Rs. 10,00,000 agreed to take over in part settlement of their dues a building of the company at Rs. 6,00,000 appearing in the books of the company at Rs. 4,80,000.
3. A company was called upon to pay a contingent liability of Rs. 20,000 when the scheme of capital reduction was implemented. This amount was recovered from a director who has advanced a loan of Rs. 80,000 to the company. The balance was paid to him in cash.

(B) From the following information, calculate profit and loss account on the date of acquisition and movement in profit since the date of acquisition:

(5)

| | | |
|-------------------------------|---------------|--------------------|
| Profit and loss A/c of S Ltd. | On 31-12-2018 | Rs. 1,00,000 (cr.) |
| | On 1-1-2018 | Rs. 40,000(cr.) |

Date of acquisition of shares 1-5-2018

Loss by fire on 1-10-2018 is Rs. 12,000

Q.2 The following Trial Balance was extracted from Boss & Co. Ltd. as on 31-3- 2019: **(13)**

| Debits | Rs. | Credit | Rs. |
|--------------------------------------|------------|---|------------|
| Cash in hand | 250 | Authorised share capital: | 1,50,000 |
| Unpaid calls | 600 | Issued capital: 8,000 Equity shares of Rs.10 each | 80,000 |
| Income tax paid | 12,570 | Provision for income tax | 16,900 |
| Trade Debtors | 1,27,000 | Profit and Loss A/c | 44,000 |
| Office equipment | 10,600 | Bank overdraft | 16,000 |
| Motor expenses | 5,000 | Sales | 10,42,000 |
| Purchase of Goods | 8,72,400 | Motor Vehicles Depreciation to 31-3-2018 | 34,000 |
| Motor Vehicles at cost | 83,900 | Provision for Bad and Doubtful debts | 4,200 |
| Stock on 1-4-2018 | 69,000 | Trade Creditors | 62,000 |
| Travelling expenses | 16,330 | | |
| Rent and Rates | 14,450 | | |
| Repairs | 9,600 | | |
| Printing and Stationery | 7,900 | | |
| Salaries and wages including P.F. | 69,500 | | |
| | 12,99,100 | | 12,99,100 |

The following are other particulars:

1. Debts amounting to Rs. 3,600 are to be written off and provision for Bad debts is to be increased to Rs. 6,150.
2. Trade Debtors include goods supplied on sale or return basis Rs. 4,800. These goods cost Rs. 4,000 and one-half was returned by the customers.
3. Stock on 31-3-2019 was Rs. 81,000.
4. Motor expenses included licenses for the year ending 31-12-2019 which cost Rs. 1,200 and insurance for the year ending 30-09-2019 which cost Rs. 2,000.
5. Depreciation is to be provided at 20% on original cost of Motor Vehicles and 10% on Office equipment.
6. Income tax a liability for the year 31 -03-2018 was agreed Rs. 15,050. For the accounting year 31-03-2019 the provision for taxation would be Rs. 13,500.

Prepare: 1. Statement of profit and Loss for the year ended 31st March 2019
2. Balance Sheet as on date.

- Q. 3 (A)** From the following details, prepare the consolidated Balance Sheet as at 31st March, 2019: (7)

| Liabilities | H Ltd. | S Ltd. | Assets | H Ltd. | S Ltd. |
|------------------------------|-----------|----------|-----------------------|-----------|----------|
| Share capital of Rs.100 each | 5,00,000 | 2,00,000 | Sundry assets | 10,00,000 | 5,00,000 |
| Profit and loss a/c | 3,00,000 | 2,00,000 | 1500 shares in S Ltd. | 3,50,000 | — |
| General reserve | 1,00,000 | — | | | |
| Sundry liabilities | 4,50,000 | 1,00,000 | | | |
| | 13,50,000 | 5,00,000 | | 13,50,000 | 5,00,000 |

Assume that shares were acquired by H Ltd. in S Ltd. on 31 March, 2019.

- Q.3 (B)** Sharma Ltd. went into voluntary liquidation when its position was as under: (6)

- Creditors: Preferential Rs. 2,80,000
Fully secured Rs. 8,00,800
12% Debentures Rs. 11,20,000
- Share Capital:
X- 5,60,000 Equity shares of Rs. 10 each, Rs. 9 paid up per share
Y- 8,40,000 Equity shares of Rs. 10 each, Rs. 4 paid up per share
- Liquidation Expenses Rs. 11,200
- Liquidators remuneration Rs. 1,68,000 (Rs. 84,000 for realization of assets at 2.5% and Rs. 84,000 for payments to unsecured creditors inclusive preferential creditors at 5%).
Prepare Liquidator's Final Statement of Receipt and Payments.

- Q.4** Write short notes: (any three) (14)

- Preferential creditors and Unsecured creditors
- Provisions of companies Act, with regard to internal reconstruction
- Minority interest
- Format of Balance Sheet as per Schedule III of Companies Act, 2013