

Roll No. 

Total No. of Pages : 03

Total No. of Questions : 07

B.Com. (2011 &amp; onwards) (Sem.-4)

**CORPORATE ACCOUNTING-II**

Subject Code : BCOP-401

Paper ID : [B1140]

Time : 3 Hrs.

Max. Marks : 60

**INSTRUCTION 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 has to attempt any FOUR questions.

**SECTION-A**

## 1. Write briefly :

- a. What is List B of contributories?
- b. What is rebate on bill discounted?
- c. Define amalgamation under nature of merger.
- d. Define purchase consideration as per AS-14.
- e. Give the treatment of unrealized profits while making consolidated accounts.
- f. Who are preferential creditors?
- g. What is Non-performing asset for a bank?
- h. What is reversionary bonus?
- i. How we calculate Cost of Control?
- j. Difference between amalgamation and absorption.

**SECTION-B**

2. Give a Proforma of 'Statement of Affairs' with imaginary figures which complies with the requirement of Companies Act, 2013.
3. Prepare a Revenue Account in respect of Fire Insurance Business from the following details for the year 2011-12.

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
Reserve for Unexpired Risk on 1.04.2011@50%	1,80,000	Premium Recovered	4,86,000
Additional Reserve	36,000	Premium on Re- Insurance Accepted	32,000
Estimated liability for claims intimated on 1.04.11	31,000	Premium on Re-Insurance Ceded	43,000
on 31.03.12	42,000	Commission on Direct Business	48,600
Claims paid	3,65,000	Commission on Re- Insurance Accepted	1600
Legal Expenses	6,000	Commission on Re- Insurance Ceded	2150
Medical Expenses	4,000	Expenses of Management	90,000
Re-insurance Recoveries	32,000	Interest, Dividend and Rent	24,000
Bad Debts	800	Profit on sale of investments	3,000

Create Reserves on 31<sup>st</sup> March, 2012 to the same extent as on 1<sup>st</sup> April, 2011.

4. X Co. Ltd. is absorbed by Y Co. Ltd. Given below are the liabilities and assets of the two companies, taken after revaluation of their assets on a uniform law:

Liabilities	X. Co. Ltd. (Rs.)	Y. Co. Ltd (Rs.)	Assets	X. Co. Ltd. (Rs.)	Y. Co. Ltd (Rs.)
Authorized Capital: 9000 shares of Rs. 300 each	27,00,000		Sundry Assets	33,70,000	87,15,000
40,000 shares of Rs. 180 each		72,00,000	Cash in Hand	7,000	55,000
Paid-up Capital: 9000 shares	24,30,000				
40,000 shares		60,00,000			
Reserve Fund	8,07,000	25,70,000			
Surplus Account	30,000	70,000			
Creditors	1,10,000	1,30,000			
	33,77,000	87,70,000		33,77,000	87,70,000

The holders of every three shares in X Co. Ltd. were to receive five shares in the Y Co. Ltd. plus as much cash as is necessary to adjust the rights of shareholders of both the companies in accordance with the intrinsic values of the shares as per respective balance sheets. Pass the necessary journal entries in the books of both the companies assuming it to be an amalgamation in nature of merger and prepare the Balance Sheet giving effect to the above scheme of amalgamation.

5. Give the Performa of Profit & Loss account and Balance Sheet according to the provisions of the Banking Regulation Act, 1949 relating to the accounts of Banking Company.
6. What is amalgamation in nature of merger? Discuss the methods of calculating purchase consideration with examples.
7. Give the treatment of following items while making Consolidated Balance Sheet of Holding and Subsidiary Companies :
  - a. Bonus Issue out of Pre-acquisition profits
  - b. Proposed Dividend
  - c. Undervaluation of Fixed Assets
  - d. Mutual Owings

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