

BCOC–137

Bachelor of Commerce (BCOMOL)

CORPORATE ACCOUNTING

Time : Three Hours

Maximum Marks : 100

Note : Attempt all questions as instruction.

Section–A (Short Answer Type Questions)

Note: Attempt any 5 Short notes. Each short note carries 4 marks. ( $5 \times 4 = 20$ )

1. Minority Interest
2. Internal Reconstruction
3. Book Building
4. Right Shares
5. Interim dividend
6. Slip system of ledger posting
7. Capital Reserve

Section–B (Medium Length Answer Type Questions)

Note: Attempt any 5 Questions. Each question carries 10 marks. ( $5 \times 10 = 50$ )

8. Explain the methods of valuation of goodwill in brief.
9. Explain the methods of calculation of purchase consideration according to AS-14.
10. What is the difference between amalgamation in the nature of merger and amalgamation in the nature of purchase as per AS-14?
11. What do you mean by Holding companies? Explain its various types.

12. What do you mean by debentures issued as a collateral security? Explain. How will it be shown in the books of accounts?

13. ABC Textile Mills Ltd. invited applications for 12000 shares of 100 each at a premium of Rs. 10 each, payable as follows:

Rs. 40 on application

Rs. 30 on allotment (including premium)

Rs. 40 on call

Applications for 18000 shares were received, but the company only had 12000 shares available for allotment. As a result, applicants for 6000 shares did not receive any allotment, and their money was returned.

Allotment was made pro-rata to the remaining applicants. Mr. B was allotted 500 shares but failed to pay the amount due on allotment and call money. Consequently, the company forfeited his shares and reissued them at Rs. 90 per share.

Show the journal entries for ABC Textile Mills Ltd.

14. You have been provided with the following data:

i) Capital employed: Rs. 8,50,000

ii) Net profit for the last 3 years: Rs. 1,25,000; Rs. 1,05,000; Rs. 1,30,8000

iii) Expected rate of return: 10%

iv) Proprietor's salary per year: Rs. 15,000

v) Assets: Rs. 9,80,000

vi) Current liabilities: Rs. 42,500

Calculate goodwill on the basis of:

a) Super profit method

b) Capitalization method

Section-C (Long Answer Type Questions) (2×15=30)

Note : Attempt any 2 questions. Each question carries 15 marks. (2 × 15 = 30)

15. Explain the various steps involved in preparation of Balance Sheet in case of Banking Companies.

16. What is meant by Non-Performing Assets ? What are the main reasons for growing Non-Performing Assets ? Explain.

17. Distinguish between Fund Flow Statement and Cash Flow Statement.