

**THIRD SEMESTER B.B.A. DEGREE EXAMINATION, NOVEMBER 2025**

(CBCSS - UG)

**CC19UBBA3B04 - CORPORATE ACCOUNTING**

(BBA - Core Course)

(2019 to 2023 Admissions - Supplementary/Improvement)

Time : 2.5 Hours

Maximum : 80 Marks

Credit : 4

**Part A (Short answer questions)**Answer ***all*** questions. Each question carries 2 marks.

1. What is IFRS convergence?
2. Define the form equity as per IASB frame work.
3. Define inventory.
4. What is deffered tax asset?
5. What is borrowing cost?
6. What are contingent assets?
7. What is Ind AS 38?
8. What are the two sources of redemption of preference shares?
9. What do you understand by redemption of debentures by purchase in open market?
10. What is interim dividend?
11. State the uses of SOCE.
12. State the classification of cash flows.
13. What do you mean by financing activities.
14. What is an accounting ratio?
15. What are leverage ratios?

**(Ceiling: 25 Marks)**

### **Part B (Paragraph questions)**

Answer **all** questions. Each question carries 5 marks.

16. Give journal entries for the redemption of debentures out of capital. State the SEBI guidelines for the redemption of debentures
17. Premier Ltd setup a new factory in the backward area and purchased plant for Rs. 500 lk for the purpose. Purchases were entitled to Cenvat credit of 2% and along with this the government has agreed to extend 30% subsidy for backward area development. Estimated residual value at the end of the useful life is Rs. 43,00,000. Compute depreciable amount of plant.
18. Omega Ltd has outstanding 10000, 15% debentures of Rs. 100 each issued on 1st October 2012. Due for redemption on 31 March 2017 at par. Pass journal entries for redemption without providing interest on debentures.
19. Give proforma of SOFP of company under Schedule III of the company's Act 2013.
20. A company carried forward balance of Rs. 40,000 from the P&L A/C from the year ended 31<sup>st</sup> March 2018. During the year 2018-19 it made a further profit of Rs. 3,10,000 before providing taxation. It was decided that the following decisions carried out.
  - a. Provision for taxation Rs. 1,50,000
  - b. Dividend equalization reserve Rs. 25,000
  - c. Dividend on 8% preference shares of Rs. 2,00,000
  - d. Dividend at 15% on 30,000 equity shares of Rs. 10 each fully paid
  - e. General reserve Rs. 35,000; and Developmental rebate reserve Rs. 35,000Prepare surplus / deficit in statement of profit & loss.

**(Ceiling: 35 Marks)**

### **Part C (Essay questions)**

Answer any **two** questions. Each question carries 10 marks.

24. Explain principles of recognition, measurement, presentation and disclosure
25. Explain the accounting procedure for redemption of preference shares.

(2)

26. From the following balancesheet prepare cash flow statement.

Balancesheet

Particulars	31 March 2020	31 March 2019
<b>Equity and liabilities</b>		
Share capital	2,50,000	2,00,000
Reserves and surplus	70,000	50,000
Longterm borrowings	80,000	1,00,000
Trade payables	1,60,000	60,000
Other current liabilities	20,000	25,000
Total	5,80,000	4,35,000
<b>Assets</b>		
Tangible assets	4,10,000	3,00,000
Intangible assets	2,000	10,000
Inventories	90,000	70,000
Trade receivables	60,000	40,000
Cash and cash equivalents	18,000	15,000
Total	5,80,000	4,35,000

27. Compute: gross profit ratio, working capital turn over ratio, current ratio, debt equity ratio and proprietary ratio from the following information.

Paid up capital Rs. 5,00,000

Current assets Rs. 4,00,000

Net sales Rs. 10,00,000

13% debentures Rs. 2,00,000

Current liability Rs. 2,80,000

Cost of goods sold Rs. 6,00,000

(2 x 10 = 20 Marks)

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