

30. Write a note on Double Account System

31. From the balance sheet and information given below, prepare consolidated balance sheet of H.

Ltd. and its subsidiary S. Ltd.

Liabilities	H. Ltd. (₹)	S. Ltd. (₹)	Assets	H. Ltd. (₹)	H. Ltd. (₹)
Share Capital: Shares of H. ₹ 10 each fully paid	5,00,000	1,00,000	Fixed assets	4,00,000	60,000
P & L A/C	2,00,000	60,000	Stock	3,00,000	1,20,000
Reserves	60,000	30,000	Debtors	75,000	85,000
Bills Payable	---	15,000	Bills Receivable	20,000	---
Creditors	1,10,000	60,000	Shares in S. Ltd. 7,500 shares at ₹ 10	75,000	---
Total	8,70,000	2,65,000	Total	8,70,000	2,65,000

Additional Information:

- (1) The bills accepted by S. Ltd. are all in favor of H. Ltd.
- (2) The stock of H. Ltd. includes ₹ 25,000 bought from S. Ltd. at a profit of 20% of sales.
- (3) All the profit is S. Ltd. as been earned since the shares were acquired by H. Ltd. but there was already a reserve of ₹ 30,000 at the date of acquisition.

(2 × 15 = 30 Marks)

(4)

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(Pages: 4)

Name:

Reg. No:

THIRD SEMESTER B.Com. PROFESSIONAL DEGREE EXAMINATION, NOV 2024

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

CC17U BCP3 B09 – CORPORATE ACCOUNTING

(Core Course)

(2017 Admissions onwards)

Time: Three Hours

Maximum: 80 Marks

Part I

Answer *all* questions. Each question carries 1 mark.

1. Capital Redemption Reserve account can be utilized for
 - (a) Writing off capital losses
 - (b) Writing of past losses
 - (c) Issuing partly paid bonus shares
 - (d) Issuing fully paid bonus shares
2. The accounting concept that is principally used to classify leases in to operating and finance is
 - (a) Substance over form
 - (b) Prudence
 - (c) Neutrality
 - (d) Completeness
3. Under Ind AS 103, Assets and Liabilities are recorded at
 - (a) Fair Value
 - (b) Book Value
 - (c) Intrinsic Value
 - (d) None of these
4. Banks show the provision for Income tax under the under
 - (a) Contingency account
 - (b) Contingent liabilities
 - (c) Other liabilities and provisions
 - (d) Borrowings
5. The fixed asset of an Insurance company are shown in
 - (a) Schedule 6
 - (b) Schedule 7
 - (c) Schedule 8
 - (d) None of these
6. Loss on issue of Debenture account is a asset
7. deals with separate financial statements
8. A term loan will be treated as NPA if interest or instalment principal remain overdue for a more than days
9. Commission of an Insurance company is shown in Schedule
10. The way of presenting balance sheet in two parts is known as

(10 × 1 = 10 Marks)

Part II (Short Answer Questions)

Answer any *eight* questions. Each question carries 2 marks.

11. What is slip system?
12. What is meant by Non-Controlling Interest?
13. What is vesting period?

(1)

Turn Over

14. A company offers to its shareholders the right to buy two shares at ₹115 for every five shares of ₹100 each held. The market value of the share is ₹150 each. The existing equity share capital of the company is ₹20 lakhs. Calculate the value of Right.
15. Explain non-banking asset.
16. What is Debenture Redemption Reserve account?
17. Distinguish between general insurance and Life Insurance.
18. Briefly explain the capital base of an electricity company.
19. Define Bonus shares. Distinguish between Bonus shares and Right shares.
20. Mention the different kinds of life policies.

(8 × 2 = 16 Marks)

Part III (Long Essays)Answer any *six* questions. Each question carries 4 marks.

21. The Balance sheet of X Ltd and Y Ltd as on 31
- st
- December, 2022 were as follows:

Particulars	X Ltd	Y Ltd
Equity Share capital (Equity shares of ₹ 10 Fully paid up)	12,000	5,000
Preference Shares	4,000	1,000
Profit and Loss account	2,500	1,000
Creditors	10,000	2,000
	28,500	9,000
Fixed Asset	10,000	6,000
Current Asset	11,500	2,000
Cash at bank	7,000	1,000
	28,500	9,000

On 1st January 2023, X Ltd acquired 90% of share capital of Y Ltd at ₹ 15 per share. Find out the amount of Capital Reserve or Goodwill?

22. Calculate Rebate on bill discounted on 31-12-2017.

Discounted on	Amount	Term (Months)
23/12/2017	50,000	3
19/09/2017	1,00,000	4
20/10/2017	4,00,000	3
31/11/2017	30,000	5

23. Hindustan Constuction Company Ltdw had 10000 10% Redeemable preference shares of ₹100 each, fully paid up. The company decided to redeem these preference shares at par by issue of sufficient number of equity shares of ₹10 each at a premium of ₹2 per share as fully paid up. You are required to pass Journal entries including cash transactions in the book of the company

24. State the different sources of buy back of shares.

25. Electricity company earned a clear profit of ₹ 20,40,000 during the year end 31st March 2020. Its reasonable return is ₹ 14,48,000. Show how the surplus is disposed of by the Electric company.
26. What is Rebate on Bill discounted? How is it treated in bank accounts?
27. On January 1,2022, A Ltd issued 1000, 8% debentures of ₹100 at a discount of 6%. interest shall be payable on 31st December every year and that on the 31st December every year, one fifth of the debentures shall be redeemed. Show necessary journal entries including cash transactions.
28. State the difference between Double account system and Single account system.

(6 × 4 = 24 Marks)

Part IV (Long Essays)Answer any *two* questions. Each question carries 15 marks.

29. From the following ledger balances of Laxmi Bank Limited, Prepare the profit and Loss account and balance sheet on 30
- th
- June 2022:

Share capital:		
12500 equity shares of ₹ 100 each	-	₹ 12,50,000
Reserve Fund	-	₹ 6,00,000
Current account and Deposit account	-	₹ 77,31,450
Acceptances on behalf of customers	-	₹ 12,00,000
Profit and Loss account balance	-	₹ 15,300
Interest, discount and commission	-	₹ 2,44,450
Interest accrued and paid	-	₹ 25,500
Government securities	-	₹ 6,00,000
Other securities	-	₹ 8,25,000
Shares and Stocks	-	₹ 6,37,500
Salaries & Rent etc.	-	₹ 74,200
Premises account- amount written off	-	₹ 22,500
Cash in hand and with Reserve bank of India	-	₹ 15,84,750
Money at call and short notice	-	₹ 2,74,250
Bills discounted	-	₹ 3,79,500
Loans and advances	-	₹ 46,65,000
Bank premises and Furniture	-	₹ 3,37,500
Free hold and lease hold properties	-	₹ 1,80,000
Other Assets	-	₹ 2,35,500

Adjustment : Make a provision for rebate on Bills discounted ₹ 2,450