

B.Com DEGREE EXAMINATION, EVEN SEMESTER 2021
II Year IV Semester
Corporate Accounting - II

Max.marks :25

Answer any **FIVE** questions ($5 \times 5 = 25$) Marks

1. Sketch the objectives of Financial reporting.
2. Show the True life fund for 2014-15. The life fund of a Life insurance company on 31.3.2015 showed a balance of Rs. 54,00,000. However, the following items were not taken into account while preparing the Revenue A/c.

a. Interest and dividends accrued on investments	Rs. 20,000
b. Income tax deducted at source on the above	Rs. 6,000
c. Reinsurance claims recoverable	Rs. 7,000
d. Commission due on reinsurance premium paid	Rs. 10,000
e. Bonus in reduction of premiums	Rs. 3,000
3. Apply necessary adjustment entries and compute the amount of interest and discount to be credited to Profit and Loss Account. The Trial Balance of New Bank Ltd., as on 30th June 1984 shows the following balances.

Interest and Discount	Rs. 45,40,600
Rebate on bills discounted (1.7.83)	Rs. 4,750
Bills discounted and purchased	Rs. 3,37,400

 The unexpired discount as on 30.6.84 is estimated to be Rs. 5,560.
4. Organise any 5 journal entries in the books of purchasing company in case of amalgamation and absorption.
5. Ascertain the Format of Liquidator's Final statement of accounts.
6. Reproduce AS26.
7. Evaluate the amount of provisions to be made by the bank against the below mentioned advances. On 31st march 1998, state bank find its advances classified as follows:

Standard Assets	Rs.14,91,300
Sub-standard assets	Rs.92,800
Doubtful assets (secured)	
Doubtful for one year	Rs.25,660
Doubtful for one year to 3 years	Rs.15,640
Doubtful for more than 3 years	Rs.6,580
Loss assets	Rs.10,350