

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)

Chromepet, Chennai — 600 044.

B.Com.(CA) END SEMESTER EXAMINATIONS NOVEMBER -2023

SEMESTER - IV

21UCCCT4007 - Advanced Corporate Accounting

Total Duration : 2 Hrs 30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. X Ltd., With a share capital of 10,000 equity shares of Rs.100 each fully paid carries out by, proper resolution, a subdivision into shares of Rs.10 each. Show the necessary journal entry to give effect to the above resolution.
2. The company B takes over the business of company A. The value agreed for various assets is

	Rs.
Goodwill	22,000
Land & Building	25,000
Plant & Machinery	24,000
Stock	13,000
Debtors	8,000

Company B does not take over cash but agree to assume the liability of sundry creditors at Rs.5,000. Calculate Purchase Consideration.

3. Write the format of balance sheet of Electricity supply company.
4. From the following particulars, prepare a profit and loss a/c of ABC Ltd., for the year ended 31.3.2014.

Particulars	Rs. (in '000)	Particulars	Rs. (in '000)
Interest on loans	260	Interest on cash credits	225
Interest on fixed deposits	280	Rent and taxes	20
Rebate on bills discounted	50	Interest on overdrafts	56
Commission charged to customers	9	Auditor fee	4
Establishment expenses	56	Interest on SB account	70
Discount on bills discounted	200	Postage and telegrams	2
Interest on current accounts	45	Sundry charges	2
Printing and advertisements	3		

5. Prepare a consolidated Balance Sheet from the following Balance sheet

Liabilities	H.Ltd (Rs.)	S.Ltd (Rs.)	Assets	H.Ltd (Rs.)	S.Ltd (Rs.)
Capital :			Sundry assets	885	1,510
Re.1 shares	1,400	1,000	Shares's in S Ltd	1,125	
Creditors	350	190	900 shares at cost		
P&L A/c	260	320			
	2,010	1,510		2,010	1,510

Contd...

6. Elucidate the methods of consolidating the balance sheets of a holding company.
7. Explain the various schedules prepared by a commercial bank.
8. Good luck Ltd., purchased the assets of Rs.4,20,000 and Liabilities of Rs.40,000 of Bad luck Ltd., at an agreed value of Rs.3,60,000. Good luck Ltd., issued debentures at 10% discount in full satisfaction of the purchase price. Give Journal Entries in the books of Purchasing Company.

Section C

Answer any **THREE** questions ($3 \times 10 = 30$ Marks)

9. The following scheme of reconstruction was approved by 'K' Ltd.;
The shareholders to receive in lieu of their present holding of 50,000 shares of Rs.10, the following:
 - Fully paid equity shares equal to $2/5^{th}$ of their holdings.
 - 5% preference shares to the extent of $1/5^{th}$ of the above equity shares.
 - Rs.60,000, 6% debentures
 The goodwill which stood at Rs.3,00,000 was written down to Rs.1,50,000
 Plant and Building were written down by Rs.20,000 and Rs.30,000 respectively. Draft journal entries.
10. Day Ltd., and Light Ltd., have agreed to amalgamate. A New Company, Dimlight Ltd., has been formed to take over the combined concerns as on 31st Dec, 2017. After negotiations, the value of the assets of the two companies have been agreed as shown in the following Balance Sheets.

Liabilities	Day Ltd., (Rs.)	Light Ltd., (Rs.)	Assets	Day Ltd., (Rs.)	Light Ltd., (Rs.)
Issue Capital : 75,000 Shares of 10 each fully paid 1,50,000 shares of 10 each	7,50,000	15,00,000	Land & Building	4,50,000	7,50,000
			Plant & Machinery	3,75,000	3,00,000
			Goodwill	75,000	1,65,000
Sundry Creditors	75,000	1,20,000	Stock	30,000	2,25,000
Reserve Fund	75,000		Sundry Debtors	30,000	1,80,000
P&L A/C	75,000	75,000	Cash at Bank	15,000	75,000
	9,75,000	16,95,000		9,75,000	16,95,000

The assets and liabilities are taken over by Dimlight Ltd. Show how the amount payable to each company is arrived at and prepare the balance sheet of a New Company.

11. Give a Brief note on Revenue Accounts.
12. Draft balance sheet of a banking company in prescribed form as per schedule 3 of banking companies Act and give various schedules.
13. Briefly describe the steps for preparing consolidated balance Sheet of the holding company and its subsidiary company.
