

B.Com. (CBCS Pattern) Semester-V
UCA5C04 - Advance Accounting-I

P. Pages : 8

Time : Three Hours



GUG/W/24/13051

Max. Marks : 60

- Notes :
1. All questions are compulsory.
 2. All questions carry equal marks.

1. a) Write the needs of social accounting. 6
- b) Given below are the Balance sheet as on 31-3-2022 of Amit. Co. Ltd. and Sumit Co. Ltd. which are amalgamated to form a new company Asmit Ltd. 6

Balance Sheet

	Amit Co. Ltd. Rs.	Sumit Co. Ltd. Rs.
Liabilities:		
Share Capital (Rs. 10 each)	3,00,000	6,00,000
Capital Reserve	1,50,000	30,000
Loans	2,10,000	1,80,000
Creditors	60,000	1,50,000
Bills Payable	30,000	90,000
	7,50,000	10,50,000
Assets:		
Goodwill	-	1,20,000
Building	90,000	75,000
Plant and Machinery	1,50,000	2,40,000
Furniture	15,000	30,000
Stock	2,25,000	2,70,000
Debtors	2,01,000	90,000
Bill Receivable	66,000	99,000
Cash	3,000	6,000
Profit and Loss A/c	-	1,20,000
	7,50,000	10,50,000

The shareholders in amalgamating companies are to be allotted fully paid equity shares of Rs. 10 each. in Asmit Co. Ltd. for the amount of purchase consideration for which purpose all assets and liabilities are to be taken at book values except goodwill of Sumit Co. Ltd. which is considered worthless.

Calculate purchase consideration of Amit Co. Ltd. & Sumit Co. Ltd. and prepare Balance Sheet of Asmit Co. Ltd.

OR

- c) The following are the Balance Sheets of Roshan Co. Ltd. and Bhushan Co. Ltd. as on 31st March 2022.

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Balance Sheets

Liabilities	Roshan Co. Ltd. (Rs.)	Bhushan Co. Ltd. (Rs.)	Assets	Roshan Co. Ltd. (Rs.)	Bhushan Co. Ltd. (Rs.)
Equity shares of Rs. 10 each	10,00,000	6,00,000	Goodwill	1,00,000	25,000
General Reserve	80,000	32,500	Premises	5,77,500	4,80,000
Profit & loss A/c	42,500	24,500	Machinery	3,20,000	2,45,000
Debentures	2,00,000	3,00,000	Furniture	80,000	49,000
Creditors	1,13,000	92,500	Stocks	2,25,000	1,90,000
Bank Overdraft	75,000	80,000	Debtors	1,30,000	92,500
Provision for Taxation	42,000	55,000	Cash & Bank	92,000	1,03,000
			Preliminary expenses	28,000	-
	15,52,500	11,84,500		15,52,500	11,84,500

It was decided that these companies be amalgamated into Roshan-Bhushan Co. Ltd. on the following terms:

- a) The 'Roshan-Bhushan Co. Ltd.' to take over all the assets and liabilities including Debentures of Roshan Co. Ltd. and Bhushan Co. Ltd.
- b) The purchase price is Rs. 12,00,000 to Roshan Co. Ltd. and Rs. 7,25,000 to Bhushan Co. Ltd. in fully paid equity shares of Rs. 100 each.
- c) Roshan-Bhushan Co. Ltd. decided to value of Machinery, Stock and Debtors as below:

	Roshan Co. Ltd. Rs.	Bhushan Co. Ltd. Rs.
Machinery	2,90,000	2,20,000
Stocks	1,95,000	1,80,000
Debtors	1,20,000	80,000

- i) Give journal entries in the books of Roshan Co. Ltd. and Roshan-Bhushan Co. Ltd.
- ii) Prepare balance sheet in the books of Roshan-Bhushan Co. Ltd. after amalgamation.

2. a) Summarized Balance sheet of Akash Co. Ltd. as on 1-4-2022 was as follows.

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Balance Sheet

Liabilities	Rs.	Assets	Rs.
Equity shares of Rs. 10 each	9,00,000	Plant & Machinery	9,00,000
14% Debentures	3,00,000	Stock	2,10,000
Profit & Loss A/c	1,50,000	Sundry Debtors	3,00,000
General Reserve	75,000	Cash	97,500
Sundry Creditors	1,12,500	Preliminary expenses	30,000
	15,37,500		15,37,500

On the above date Akash Co. Ltd. sold its business to Prakash Co. Ltd for purchase consideration of Rs. 14,85,000 payable Rs. 3,75,000 in cash and the balance in the form of fully paid equity shares of Rs. 10 each in Prakash Co. Ltd. The Debenture holders of Akash Co. Ltd were to be paid off at a premium of 10%. Prakash Co. Ltd. took over all the assets and liabilities of Akash Co. Ltd.

You are required to show Capital Reserve or Goodwill and prepare Realization A/c in the books of Akash Co. Ltd.

- b) The following is the Balance Sheet of 'A' Co. Ltd as on 31st March 2022.

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Balance Sheet

Liabilities	Rs.	Assets	Rs.
Share Capital (Rs. 10 each)	6,00,000	Goodwill	1,20,000
Profit & Loss A/c	2,10,000	Fixed Assets	4,95,000
Debentures	3,00,000	Current Assets	5,85,000
Trade Creditors	90,000		
	12,00,000		12,00,000

'B' Co. Ltd. agreed to take over the assets (exclusive of Goodwill, a fixed Assets of Rs. 1,20,000 and cash Rs. 30,000 included in current Assets) at 10% less than book value and to discharge the trade creditors and to pay Rs. 1,80,000 for Goodwill.

The purchase price was to be settled by the allotment of 60,000 shares of Rs. 10 each. Rs. 8 called-up at a market value of Rs. 15 per share and the balance in cash-Liquidation expenses amounted to Rs. 12,000 prepare the necessary ledger accounts in the book of 'A' Co. Ltd.

OR

- c) The following is the Balance sheet of the Ajay Co. Ltd. as on 31st Dec 2022 which is absorbed by the Rahul Co. Ltd. on the under noted terms- 12
- Debentures to be discharged at a premium of 5% by the issue of 5% debentures in the Rahul Co. Ltd.
 - All Assets and Liabilities of the Ajay Co. Ltd should be accepted on book value
 - Liquidation charges Rs. 2500 will be borne by the Rahul Co. Ltd.
 - The shareholders are to be paid two fully paid shares of Rs. 10 each valued at a market price of Rs. 11 per share in exchange of every three of Ajay Co. ltd.

Balance Sheet of Ajay Co. Ltd.

Liabilities	Rs.	Assets	Rs.
Share Capital:		Land & Building	13,50,000
(225000 shares of Rs. 10 each)	22,50,000	Plant & Machinery	10,00,000
500 Debentures of Rs. 1000 each	5,00,000	Shares of Subsidiary Company	4,00,000
General Reserve Fund	75,000	Investment	1,25,000
Sundry Creditors	75,000	Stock	75,000
Employee's Saving Bank	1,50,000	Sundry Debtors	2,00,000
Loan on Mortgage	1,25,000	Cash at Bank	1,22,500
Profit & Loss A/c	1,00,000	Cash in hand	2,500
	32,75,000		32,75,000

Give the journal entries in the books of Ajay Co. Ltd. and Rahul Co. Ltd.

3. a) The following are the balances of Rakesh Co. Ltd. as at 31st March, 2022.

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	Rs.
Capital: 5000 6% cumulative preference shares of Rs. 10 each	50,000
8000 Equity shares of Rs. 10 each	80,000
Share premium Account	15,000
Creditors	13,000
Goodwill	5,000
Patents and Trade marks	10,500
Freehold property at cost	35,000
Depreciation Theron	7,000
Plant and Machinery at cost	70,000
Depreciation Theron	15,000
Stock on 31 st March 2022	12,000
Debtors	7,500
Profit & Loss A/c (Dr)	27,500
Preliminary Expenses	12,500

A scheme of reduction of capital was passed by the court on the following terms-

- 1) Preference shares to be reduced to Rs. 9 per share
- 2) Equity shares to be reduced by Rs. 1.25 per share
- 3) Equity share premium A/c and intangible assets to be written off.
- 4) Planta and machinery to be revalued at Rs. 25,000
- 5) On Equity share of Rs. 1.25 to be issued for each Rs. 10 Gross preference dividend arrears, which is in arrear since March 2019 Draft journal entries and the revised Balance sheet.

- b) The following is the Balance sheet of Prakash Co. Ltd. as on 31st March 2022.

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Balance Sheet

Liabilities	Rs.	Assets	Rs.
Authorized share Capital of Rs. 10 each	<u>25,00,000</u>	Land & Building	7,50,000
Paid up share capital (125000 Equity shares of Rs. 10 each)	12,50,000	Plant & Machinery	4,00,000
8% Debentures	2,50,000	Furniture	2,00,000
Sundry Creditors	5,00,000	Stock	1,50,000
		Debtors	2,50,000
		Cash	1,00,000
		Profit & Loss A/c	1,50,000
	20,00,000		20,00,000

It was decided to reconstruct the company and for this purpose a new company was formed named. Rajesh Co. ltd. with an authorized capital of Rs. 50,00,000 dividend in equity shares of Rs. 10 each.

Rajesh Co. Ltd. accepted assets and liabilities at book-value except land & Building and plant & machinery which was valued at Rs. 5,00,000 and Rs. 2,00,000 respectively.

For the payment of purchase consideration Rajesh Co. Ltd. issue one equity share of Rs. 10 each for every two share held by the shareholders in the old company and issued 9% Debentures of Rs. 100 each for the debenture holders.

Show purchase consideration and prepare a balance sheet of Rajesh Co. Ltd.

OR

- c) The following is the Balance Sheet of ABC Co. Ltd. as on 31st March 2021.

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Balance Sheet

Liabilities	Rs.	Assets	Rs.
Authorized & Issued Capital:		Goodwill	1,00,000
1,00,000 Equity shares of Rs. 10 each fully paid	10,00,000	Patents & Trade Marks	50,000
5,000 6% cumulative preference shares of Rs. 100 each fully paid	5,00,000	Land & Buildings	7,50,000
Bank overdraft	3,50,000	Plant & Machinery	5,00,000
Sundry Creditors	2,50,000	Stocks	2,00,000
		Sundry Debtors	1,50,000
		Preliminary Exp.	20,000
		Commission on Issue of shares	10,000
		Profit & Loss A/c	3,20,000
	21,00,000		21,00,000

(Note: The cumulative preference Dividend is in arrear for 3 years.)

A scheme for reduction of capital was approved on the following terms:

- The preference shareholders agree that their shares be reduced to a fully paid value of Rs. 50 each and to accept Equity shares of Rs. 5 each fully paid in lieu of the dividend in arrear.
- The Equity shareholders agree that their shares be reduced to a fully paid value of Rs. 5 each.
- The authorized capital of the company is to remain at Rs. 15,00,000 divided into 2,00,000 equity shares of Rs. 5 each and 10,000; 6% cumulative preference shares of Rs. 50 each.
- All the intangible assets are to be eliminated and bad debts of Rs. 25,000 and obsolete stocks of Rs. 40,000 are to be written off.

Give journal entries necessary to record the reduction of capital and draw up a new Balance sheet after the scheme has been implemented.

4. a) A fire occurred in the premises of Rahul company on 20th March 2023. From the following information calculate the amount of claim.

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Gross Profit for last three years were:

2020	Rs. 1,34,400
2021	Rs. 1,78,500
2022	Rs. 1,80,000

Sales of Last three years were:

2020	Rs. 8,40,000
2021	Rs. 10,50,000
2022	Rs. 12,00,000

	Rs.
Stock on 1-1-2023	1,20,000
Purchase from 1-1-2023 to 20-3-2023	2,25,000
Sales from 1-1-2023 to 20-3-2023	3,90,000
Wages from 1-1-2023 to 20-3-2023	33,000
Manufacturing Expenses from 1-1-2023 to 20-3-2023	34,500
Stock salvaged from Fire	21,000

The stock was insured for Rs. 60,000 and there was an average clause in the policy.

- b) A fire occurred in the premises of Mr. Rane on 31st March, 2022. From the following particulars ascertain the closing stock on the date of fire.

	Rs.
Stock on 1-1-2021	7,20,000
Purchase during the year 2021	29,68,000
purchase returns during the year 2021	24,000
Goods taken by Mr. Rane for his personal use during the year 2021	16,000
Stock on 31-12-2021	10,08,000
Sales for the year 2021	32,96,000
Sales Return during the year 2021	96,000
Purchases from 1-1-2022 to the date of fire	6,72,000
Sales from 1-1-2022 to the date of fire	7,92,000
Goods destroyed by fire during the year 2021	48,000

OR

- c) From the following particulars ascertain the claim for loss of stock.

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	2020 (Rs.)	2021 (Rs.)	2022 (Rs.)	Up to the date of fire (Rs.)
Opening Stock	45,000	?	?	?
Purchase less Returns	1,50,000	2,25,000	2,70,000	1,80,000
Sales Less returns	1,80,000	2,40,000	3,90,000	2,52,000
Factory expenses	9,000	15,000	18,000	12,000
Closing Stock	60,000	1,20,000	1,50,000	?

During the year 2022 closing stock included goods purchased but not recorded Rs. 15,000 the salvage is Rs. 37,209. It is practice of the firm to insure the goods at 90% cost.

5. Write answer in short.

- | | |
|--------------------------------------|----------|
| a) Scope of social Accounting. | 3 |
| b) Meaning of Farm Accounting. | 3 |
| c) Write the note on Reconstruction. | 3 |
| d) Claim for loss of stock. | 3 |

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UCA5C04 - Advance Accounting-I

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- सुचना :- 1. सर्व प्रश्न सोडविणे आवश्यक आहे.
2. सर्व प्रश्नांना समान गुण आहे.

- | | | | |
|----|----|--|----|
| 1. | अ) | सामाजिक लेखांकनाची आवश्यकता लिहा. | 6 |
| | ब) | इंग्रजी माध्यमानुसार. | 6 |
| | | किंवा | |
| | क) | इंग्रजी माध्यमानुसार. | 12 |
| 2. | अ) | इंग्रजी माध्यमानुसार. | 6 |
| | ब) | इंग्रजी माध्यमानुसार. | 6 |
| | | किंवा | |
| | क) | इंग्रजी माध्यमानुसार. | 12 |
| 3. | अ) | इंग्रजी माध्यमानुसार. | 6 |
| | ब) | इंग्रजी माध्यमानुसार. | 6 |
| | | किंवा | |
| | क) | इंग्रजी माध्यमानुसार. | 12 |
| 4. | अ) | इंग्रजी माध्यमानुसार. | 6 |
| | ब) | इंग्रजी माध्यमानुसार. | 6 |
| | | किंवा | |
| | क) | इंग्रजी माध्यमानुसार. | 12 |
| 5. | | थोडक्यात उत्तरे लिहा. | |
| | अ) | सामाजिक लेखांकनाची व्याप्ती. | 3 |
| | ब) | कृषी लेखांकनाचा अर्थ. | 3 |
| | क) | पुनर्निर्माणवर टिपण लिहा. | 3 |
| | ड) | शिल्लक मालाच्या नुकसान भरपाईबाबत दावा. | 3 |

B.Com. (CBCS Pattern) Semester-V
UCA5C04 - Advance Accounting-I

Time : Three Hours

Max. Marks : 60

- सुचनाएँ :- 1. सभी प्रश्न अनिवार्य हैं।
2. सभी प्रश्नों के अंक समान हैं।

- | | | | |
|----|----|--------------------------------------|----|
| 1. | अ) | सामाजिक लेखांकन की आवश्यकता लिखिए। | 6 |
| | ब) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | | अथवा | |
| | क) | अंग्रेजी माध्यम के अनुसार। | 12 |
| 2. | अ) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | ब) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | | अथवा | |
| | क) | अंग्रेजी माध्यम के अनुसार। | 12 |
| 3. | अ) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | ब) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | | अथवा | |
| | क) | अंग्रेजी माध्यम के अनुसार। | 12 |
| 4. | अ) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | ब) | अंग्रेजी माध्यम के अनुसार। | 6 |
| | | अथवा | |
| | क) | अंग्रेजी माध्यम के अनुसार। | 12 |
| 5. | | संक्षिप्त में उत्तर लिखिए। | |
| | अ) | सामाजिक लेखांकन की व्याप्ति। | 3 |
| | ब) | कृषि लेखांकन का अर्थ। | 3 |
| | क) | पूनर्निर्माण पर टिप्पणी लिखिए। | 3 |
| | ड) | बचे हुए माल पर नुकसान भरपाई का दावा। | 3 |
