

B.Com. (CBCS Pattern) Sem-IV
UCA4C06 - Corporate Accounting Paper-II

P. Pages : 8

Time : Three Hours



GUG/W/22/12035

Max. Marks : 60

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

1. a) From the following information prepare profit and loss account of Jaya Bank Ltd. for the year ended 31st March 2018. **6**

Interest on loans	Rs. 2,59,000
Interest on fixed deposits	Rs. 3,17,000
Commission	Rs. 8,200
Payment to employees	Rs. 54,000
Discount on bills discounted	Rs. 1,06,000
Interest on cash credits	Rs. 2,23,000
Rent, Taxe's and lighting	Rs. 18,000
Interest on overdrafts	Rs. 1,54,000
Director's fees allowances and exp.	Rs. 3,000
Auditor fees and Expenses	Rs. 1,200
Interest on saving Bank deposits	Rs. 68,000
Postage, Telegrams and Telephones	Rs. 1,400
Painting and Stationary	Rs. 2,900
Sundry charges	Rs. 1,700

Additional Information:

- 1) Provide for contingencies Reserve Rs. 20,000
- 2) Transfer Rs. 1,55,700 to Reserves fund
- 3) Transfer Rs. 20,000 to center Govt.

- b) From the following Trial Balance as on 31st March, 2018 and additional information, prepare Balance sheet of Shavani Bank Ltd. **6**

Share capital		2,00,000
Statutory reserve		2,70,000
Net profit (before appro.)		1,40,000
Profit & loss A/c (1-4-2017)		3,80,000
Fixed deposits		4,90,000
Saving deposits		4,40,000
Current accounts	30,000	5,16,000
Borrowing from other bank	--	1,60,000
Bills payable	--	4,000
Cash credit	9,70,000	
Cash in hand	1,50,000	
Cash with other bank (current A/c)	1,80,000	
Cash with RBI (current A/c)	50,000	
Money at call & short Notice	2,00,000	
Govt. securities	1,20,000	
Gold	20,000	
Premises	1,70,000	
Term Loans	6,50,000	
Furnitures	60,000	
	26,00,000	26,00,000

Other Information:

- 1) Bills for collection Rs. 14,800

- 2) Acceptances & Endorsements Rs. 12,100
- 3) Depreciation charges included:
Premises – Rs. 13,000 ; Furniture – Rs. 3,000

OR

- c) Rishal Bank Ltd. has an authorised capital of Rs. 10,00,000 in equity shares of Rs. 100 each. Its trial balance as on 31st March 2019 was as follows:

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Particular	Amt.	Particular	Amt.
Premises less Depreciation	2,00,000	Issued and subscribed capital : 5000 shares of Rs. 100 each	5,00,000
Office car less depreciation	50,000	Deposits	23,50,000
Money at call and short notice	3,00,000	Interest & discount	4,00,000
Bills discounted and purchased	1,00,000	Reserve fund	3,00,000
Furniture less deprecation	32,500	Profit & loss A/c balance on 1-4-2018	75,000
Investments	12,50,000	Pension fund	25,000
Cash in hand	1,83,000	Borrowings from other banks	4,00,000
Loans & advances	16,00,000	Rent Received	10,000
Cash with R. B. I.	1,47,500	Unclaimed dividend	5,000
Interest paid on deposits	1,45,000	Commission	90,000
Salary and other operating expenses	1,17,000		
Interest on bank Borrowings	10,000		
Non-Banking Assets	20,000		
	41,55,000		41,55,000

The following information should also be considered:

- i) Rebate on bills discounted Rs. 2000
- ii) Provide Rs. 10,000 for doubtful debts
- iii) Create a provision of Rs. 50,000 for taxation.
- iv) Directors propose dividend @ 10% for the year 2018-2019
- v) Interest accrued on investments was Rs. 11,500

Prepare profit and loss account for the year ended on 31st March 2019 and balance sheet as on that date with relevant schedules.

2. a) From the following particulars of Suman insurance Co. Ltd. You are required to prepare fire revenue account for the year ended 31st March 2015.

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Claims paid	Rs. 4,80,000
Claims outstanding on 1/4/2014	Rs. 40,000
Claims intimated but not accepted on 31 st March 2015	Rs. 10,000
Claims accepted but not paid on 31/3/2015	Rs. 60,000
Premium received	Rs. 16,00,000
Reinsurance premium paid	Rs. 1,20,000
Reinsurance premium received	Rs. 60,000
Commission	Rs. 1,00,000
Commission on reinsurance ceded	Rs. 10,000
Commission on reinsurance accepted	Rs. 5,000
Premium outstanding on 1 st April 2014	Rs. 30,000
Expenses of management	Rs. 2,05,000
Provision for unexpired risk on 1 st April 2014	Rs. 5,00,000
Additional provision for unexpired risk on 1 st April 2014	Rs. 20,000
Bonus in reduction of premium	Rs. 12,000
Interest and dividends (after deducting income tax Rs. 9,000)	Rs. 18,000

Provide reserve for unexpired risk as per rule and for additional reserve for unexpired risk at 1% of the net premium in addition to the opening balance.

- b) From the following information of Pink marine Insurance Co. Ltd prepare revenue accounts for the year ended 31-3-2018.

6

Premium received	Rs. 1,03,000
Commission on direct business	Rs. 6,000
Commission of Re-insurance business	Rs. 5,000
Commission on Re-insurance business ceded	Rs. 4,800
Claims paid	Rs. 29,000
Claims secured by re-insurance	Rs. 550
Depreciation on furniture motor etc.	Rs. 3,150
Loss on sale of furniture	Rs. 400
Refund of income – tax	Rs. 1,400
Audit fees	Rs. 2,000
Salaries to employees	Rs. 27,000
Printing and stationary	Rs. 11,500
Legal expenses	Rs. 800
Bad debts	Rs. 4,440
Other expenses	Rs. 4,500
Re-insurance premium	Rs. 3,000
Bonus for reduction in premium	Rs. 1,800

Other information:

- 1) Unpaid claims were: on 31/3/2017 Rs. 8,950
31/3/2018 Rs. 11,110
- 2) Reserve for unexpired Risk on 31/3/2017 was Rs. 91,000 and Additional Reserve on that date was Rs. 9,100
- 3) Reserve for un-expired Risk is to be Kept at 100% of net premium and additional Reserve at 10% on net premium is to be kept.

OR

- c) The Accountant of Chandrapur General Insurance Co. Ltd has extracted a few items from the trial balance of the company as at 31st December. 2019 and has requested you to prepare the necessary accounts to disclose the profit or loss for the year ended 31/12/2019

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Income tax on investment income	Rs. 3,000
Director's fees	Rs. 27,000
Dividend (gross)	Rs. 25,000
Interest received	Rs. 6,000
Provision for taxation	Rs. 75,000
Fixed assets (1-1-2019)	Rs. 10,000

Particular	Fire	Marine
Outstanding claim (1/1/2019)	13,000	3,000
Claims paid	45,000	9,000
Reserve for unexpired risk	50,000	37,000
Outstanding premiums (31/12/2019)	12,000	8,000
Premiums	1,27,000	75,000
Re-insurance premiums (Cr.)	6,000	4,000
Commission to Agents	35,000	20,000
Expenses of management	19,000	7,000
Re-insurance premiums (Dr.)	13,000	3,000

The following points are also to be taken into account:

- 1) Depreciation on fixed asset at 10% to be provided.
- 2) Interest Accrued Rs. 2,000
- 3) The directors have decided that the provision for taxation should stand at Rs. 70,000 as at 31st Dec. 2019

- 4) Reserve for unexpired risks: Fire 50% of Net premium, Marine 100% of Net premium
 5) Claims outstanding as on 31st Dec. 2019: Fire Rs. 5,000, Marine Rs. 1,000

3. a) The Satish Ltd was incorporated on 1st August 2014 to take over the running business of Kishor brothers with effect from 1st April 2014.

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The accounts were made upto 31st March 2015, as usual and the Trading and profit & loss Account gave the following results

Trading & Profit & Loss A/c			
Particular	Amount	Particular	Amount
To, Opening stock	14,000	By Sales	1,20,000
To, Purchases	91,000	By Closing stock	15,000
To, Gross Profit	30,000		
	1,35,000		1,35,000
To, Rent, Tax & Insurance	1,200	By Gross profit	30,000
To, Electric charges	900		
To, Directors fees	3,100		
To, Salaries	4,200		
To, Office expenses	4,800		
To, Traveler's commission	1,200		
To, Discount	1,500		
To, Bad debts	300		
To, Depreciation	600		
To, Interest on loan	750		
To, Debenture interest	450		
To, Advertisement	800		
To, Preliminary exp	200		
To, Net profit	10,000		
	30,000		30,000

It is ascertained that sales for Feb 2015 and March 2015 are one and half times the average for the year. Apportion the years profit between pre and post incorporation period.

- b) The promoters of purposed Nalanda Ltd purchased a running business on 1st January 2018 from M/s Vrunda moderns. Nalanda company was incorporated on 1st May 2018 the profit and loss account of the company for the year ended on 31st December 2018 is as under.

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Profit and loss A/c			
Particular	Amount	Particular	Amount
To, rent, rates, insurance and salaries	12,000	By gross profit	1,50,000
To, directors fees	3,600	By discount received from creditors	6,000
To, preliminary exp	4,900		
To, carriage outwards and selling expenses	5,500		
To, interest paid to vendors	10,000		
To, Net profit	1,20,000		
	1,56,000		1,56,000

Other Information:

- 1) Sales upto 30/4/2018 were Rs. 3,00,000 out of the sales of Rs. 15,00,000 of the year.
- 2) Purchases upto 30/4/2018 were Rs. 3,00,000 out of the total purchases of Rs. 9,00,000 of the year
- 3) Interest paid to Vendor on 1/11/2018 @ 12% on Rs. 1,00,000 being purchase consideration.

Prepare a statement showing profit prior to incorporation and after incorporation.

OR

- c) Chakuli Ltd incorporated on 1st April 2016 with a capital of Rs. 50,000 in equity shares of Rs. 10 each took over the running business. Suriya Ltd as from 1st January 2016. The purchase price Rs. 20,000 was settled on 1st July 2016 together with interest at 10% per annum by fully paid shares for Rs. 17,500 and the balance by cheque. The companies Trial balance as on 31st December 2016 was as follows: **12**

Particular	Amount	Amount
Cash and bank balances (cash Rs. 180)	4,860	--
Share capital	--	22,500
Land and Building	8,000	--
Fixtures	750	--
Motor cycles	1,000	--
Salaries	1,200	--
Purchases	48,500	--
Sales	--	45,000
Debtors and creditors	4,500	3,000
Rent from Tenants	--	600
Rent, Rates and taxes	300	--
Building upkeep	150	--
Directors fees	720	--
Sundry charges	120	--
Interest to vendor	1,000	--
	71,100	71,100

Prepare final accounts, dividing the profit / loss between the pre and post-incorporation periods considering the following additional information.

- 1) Stock at the end Rs. 14,000
- 2) Bad Debts Rs. 200 (including Rs. 50 on debtors taken over from vendors) to be written off
- 3) Sales upto 1st April 2016 Rs. 7,500
- 4) Provide for Doubtful debts Rs. 250
- 5) Depreciate buildings at 5% and motor cycles at 20%

4. a) The following particulars relate to a Megha Ltd company which has gone into voluntary liquidation. You are required to prepare the liquidator's final Account allowing for his remuneration 2% on the amount realised on assets and 2% on the amount distributed to unsecured creditors other than preferential creditors. **6**

Unsecured creditors	Rs. 4,48,000
Preferential creditors	Rs. 1,40,000
8% Debentures	Rs. 1,50,000

The assets realised the following sums:-

Cash in hand	Rs. 40,000
Land & building	Rs. 2,60,000
Plant & Machinery	Rs. 2,21,000
Fixtures & Fittings	Rs. 15,000

The liquidation expense amount to Rs. 4,000. A call of Rs. 2 per share on the partly paid 20,000 equity shares was made and duly paid except in case of one shareholder using 500 shares.

- b) Wasudha Limited company went into liquidation and its balance sheet as under

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Balance sheet			
Liabilities	Amount	Assets	Amount
Share capital: 10000, 10% pref. shares of Rs. 10 each	1,00,000	Sundry assets	7,00,000
20,000 equity shares of Rs. 10 each fully paid	2,00,000	Building	1,80,000
10000, equity shares of Rs. 10 each, Rs. 8 paid up	80,000	Profit & loss A/c	1,00,000
15% Debentures,	3,00,000	Preliminary Exp.	20,000
Creditors	2,70,000		
Pref. creditors	50,000		
	10,00,000		10,00,000

The liquidator realized sundry assets and building for Rs. 5,00,000 and Rs. 2,70,000 respectively. liquidation expenses were Rs. 5,500 and remuneration was Rs. 4,500.

Prepare final statement of account to be submitted by liquidator.

OR

- c) Abhimanyu Limited company went into voluntary liquidation on 31st December 2017. the Balance sheet as on that date was as follows:

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Balance sheet			
Liabilities	Amount	Assets	Amount
5000, 10% preference shares of Rs. 100 each	5,00,000	Building	2,00,000
5000, equity shares of Rs. 100 each, Rs. 90 paid	4,50,000	Machinery	6,00,000
5000, equity shares of Rs. 100 each, Rs. 80 paid	4,00,000	Stock	3,00,000
12% Mortgage loan on building	1,00,000	Sundry debtors	4,00,000
6% Debentures (Secured by floating charge)	2,00,000	Loans	60,000
preferential creditors	50,000	Cash at bank	40,000
Trade creditors	3,00,000	Preliminary exp.	30,000
		Profit and loss A/c	3,70,000
	20,00,000		20,00,000

Interest on Mortgage loan and debentures is paid upto 31st December 2017. The liquidator is entitled to a commission of 3% on actual cash realized by him excepting cash at bank and 2% on amount distributed among equity shareholder. The dividend on preference shares was in arrears for two years. The arrears are payable on liquidation.

The assets realized as follows:

Building 50% over book value

Machinery 20% less, Stock 5% less and

Sundry debtors 10 % less than the book value loans were wholly bad.

The expenses of liquidation amounted to Rs. 13,250

Building was sold by the liquidator Assuming the payment was made on 31st March 2018. Prepare liquidator's final statement of account.

5. Write short note:

- Functions of Bank.
- General Insurance Company.
- Method of ascertain the pre-incorporation profit.
- Write a functions of liquidators.

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B.Com. (CBCS Pattern) Sem-IV
UCA4C06 - Corporate Accounting Paper-II

Time : Three Hours

Max. Marks : 60

- सुचना :- 1. सर्व प्रश्न अनिवार्य आहेत.
2. सर्व प्रश्नांना समान गुण आहे.

- | | | | |
|----|---|-------|----|
| 1. | अ) इंग्रजी माध्यमानुसार. | | 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. | टिपा लिहा. | | |
| | अ) बँकांची कार्ये | | 3 |
| | ब) सामान्य विमा कंपनी | | 3 |
| | क) स्थापनेपूर्वीचा नफा काढण्याची पद्धती | | 3 |
| | ड) निस्तारकाची कार्ये लिहा. | | 3 |

B.Com. (CBCS Pattern) Sem-IV
UCA4C06 - Corporate Accounting Paper-II

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

- | | | | |
|----|----|--------------------------------------|----|
| 1. | अ) | अंग्रेजी माध्यम के अनुसार। | 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. | | टिपण लिखिए। | |
| | अ) | बैंक की कार्य। | 3 |
| | ब) | सामान्य बिमा कंपनी। | 3 |
| | क) | स्थापणपूर्व नफा निकालनेकी पद्धतियाँ। | 3 |
| | ड) | निस्तारक की कार्य लिखो। | 3 |
