

B.Com. - II CBCS Pattern Semester-IV  
**UCA4C06 - Corporate Accounting-II**

P. Pages : 9

Time : Three Hours



GUG/W/23/12035

Max. Marks : 60

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

1. a) The following are the particulars of Rathi Commercial Bank Ltd. as on 31<sup>st</sup> March 2022. 6

	Rs.
Commission charged to customers	7,000
Discount on Bills Discounted	2,10,000
Director's fees	5,000
Establishment expenses	60,000
Interest on Loan	2,80,000
Interest on fixed deposit	2,98,000
Interest on cash credit account	2,40,000
Auditors fees	3,000
Interest on current account	45,000
Interest on overdraft	60,000
Interest on saving bank account	72,000
Postage	2,000
Printing and stationary	3,000
Rebate on bills discounted (to be adjusted)	55,000
Rent and taxes	22,000
Sundry charges	2,000

Prepare Profit & Loss Account for the year ended 31-3-2022.

- b) From the following balances, prepare Balance Sheet of Bandhan Bank Ltd. As on 31<sup>st</sup> March 2021. 6

	Rs.
Share Capitals	32,00,000
Statutory reserve (previous years)	20,80,000
Profit and Loss A/c.	25,60,000
Borrowing from RBI and others	2,07,04,000
Money at call and short notice	72,00,000
Cash credit	80,00,000
Overdrafts	40,00,000
Building	1,04,00,000
Investment in Gold	32,00,000
Balance with RBI	40,64,000
Saving deposits	44,80,000
Term deposit	70,40,000
Bills Payable	70,40,000
Investment in Gov. & others securities	84,80,000
Current deposits	35,20,000
Cash in hand	22,40,000
Transfer to Statutory Reserve (Profit of current year Rs. 32,00,000)	25%

Non-banking Assets	3,20,000
Branch Adjustment (Dr.)	19,20,000
Stamp & stationary	3,20,000
Silver	12,80,000

**OR**

- c) Saraswat Bank Ltd. has an Authorized Capital of Rs. 10,00,000 in Equity Share of Rs. 100 each. Its trail balance as on 31<sup>st</sup> March 2023 was as follows: **12**

Particulars	Dr.	Cr.
Issued & subscribed capital		5,00,000
Premises less depreciation	2,00,000	
Office car less depreciation	50,000	
Money at call & short notice	3,00,000	
Bills discounted & purchased	1,00,000	
Furniture less depreciation	32,500	
Deposits		23,50,000
Investment	12,50,000	
Interest & Discount		4,00,000
Reserve funds		3,00,000
Cash in hand	1,82,500	
Loan & Advances	16,00,000	
Profit & Loss A/c. balance on 01/04/2022		75,000
Pension fund		25,000
Borrowing from others banks		4,00,000
Rent received		10,000
Unclaimed Dividend		5,000
Commission		90,000
Cash with RBI	1,47,000	
Interest Paid on Deposits	1,45,000	
Salary and others operating expenses	1,17,000	
Interest on bank borrowing	10,000	
Non-banking Asset	20,000	
<b>Total</b>	<b>41,55,000</b>	<b>41,55,000</b>

The following information should also be considered:

- Rebate on bills discounted Rs. 2,000
- Provide Rs. 10,000 for doubtful debts
- Create a provision of Rs. 50,000 for taxation
- Directors propose dividend @ 10% for the year 2022-23
- Interest accrued on investment was Rs. 11,500.

Prepare profit & loss Account for the year ended on 31<sup>st</sup> March 2023 and balance sheet as on that date.

2. a) New Insurance Co. Ltd. has furnished the following information for preparation of Revenue Account for the insurance business for the year ended 31<sup>st</sup> March 2020. **6**

	Rs.
Claims admitted but not paid	63,564
Commission paid	75,000
Commission on reinsurance ceded	18,000
Share transfer fees	7,500
Expenses of management	1,17,000
Bad debts	3,750

Claims paid	22,500
Profit & Loss Appropriation A/c	15,000
Premium Received (Less reinsurance)	8,28,000
Reserve for unexpired risk as on 01-04-2019	3,45,000
Additional reserve as on 01-04-2019	60,000
Claims outstanding as on 01-04-2019	40,500
Dividend on share capital	27,750

The following further information has also to be considered.

- Premiums outstanding at the end of the year Rs. 60,000
  - It is the policy of the company to maintain 50% of premium towards reserve for Unexpired Risk.
  - Additional Reserve at 10% of net premium to be maintained.
- b) From the following information, prepare the balance sheet of Marine Insurance Co. Ltd. as on 31<sup>st</sup> March 2021. 6

	Rs.
Reserve for Unexpired Risk as on 31 <sup>st</sup> March, 2021	7,25,000
Outstanding premium	42,000
Deposit with controller of insurance	5,00,000
Furniture & fitting	52,000
Amount due from Agents	27,000
Profit & loss Appropriation A/c.	1,00,460
General Reserve	80,000
Share Capital	5,00,000
Investment	7,40,000
Cash in deposit A/c.	2,00,000
Outstanding dividends on investments	12,000
Amount due to Re-Insurers	80,000
Sundry creditors	24,700
Cash at Bank	10,000
Sundry debtors	33,160

Additional Information:

- Outstanding claims due and intimated as on 31<sup>st</sup> March, 2021 Rs. 66,000
  - Dividend @ 8% has been proposed by the directors out of current profits.
  - Share capital consists of equity share of Rs. 100 each. On which Rs. 50 per share has been called and paid up.
- OR**
- c) From the following figures taken from the books of East & West Insurance Co. Ltd. doing fire insurance business, prepare the set of final account for the year ended 31<sup>st</sup> March 2023. 12

	Rs.
Fire funds (01/04/2022)	13,95,000
General reserve	6,75,000
Investment	54,00,000
Premium	40,50,000
Claims paid	9,00,000
Share capital-divided into equity share of Rs. 100 each	13,50,000
Additional reserve (1-4-2022)	4,95,000

Profit & Loss A/c. (Cr)	1,12,500
Re-insurance premium	1,68,000
Claims recovered from reinsurers.	33,000
Commission reinsurance ceded	72,000
Advance income tax paid	3,75,000
Agent Balance (Dr)	30,000
Commission on direct business	4,35,000
Commission on reinsurance accepted	90,000
Outstanding premium.	33,000
Claims intimated but not paid (1-4-2022)	90,000
Expenses of management	6,45,000
Audit fees (General)	54,000
Rate & taxes (General)	9,000
Rent (General)	1,04,000
Income from investment	2,25,000
Cash in hand & at bank	2,54,000

The following further information is also to be noted;

- a) Expenses of management include survey fees and legal expenses of Rs. 74,000 and Rs. 30,000 relating to claims.
- b) Claims intimated but not paid on 31<sup>st</sup> March 2023 Rs. 1,56,000
- c) Income tax to be provided at 55%
- d) Transfer to General Reserve Rs. 3,00,000
- e) Proposed dividend 8%
- f) Reserve for unexpired risk to be kept at 50% net premium and additional reserve to be carried forward.

3. a) Sun Limited Company was incorporated on 1<sup>st</sup> May 2018 to take over the business as a going concern from 1<sup>st</sup> January 2018. Total turnover (Sales) for the year was Rs. 2,00,000 out of which turnover of Rs. 50,000 were up to 1<sup>st</sup> May 2018. 6

Profit & Loss A/c.

Particulars	Rs.	Particulars	Rs.
To Rent, Taxes & Insurance	3,900	By Gross Profit	52,000
To Establishment Exp.	4,200		
To Commission on sales	6,000		
To Directors Fees	400		
To Auditors Fees	240		
To Bad debts	4,000		
To Depreciation	9,000		
To Interest on Debenture	2,500		
To Stationary	750		
To interest to Vendors (from 1 <sup>st</sup> Jan to 31 <sup>st</sup> May @ 6% on Rs. 60,000)	1,500		
To Advertisement	600		
To Net Profit	18,910		
	52,000		52,000

Find out profit prior to incorporation and after incorporation.

- b) Moon company was incorporated on 1<sup>st</sup> August 2022 to take over a business from the preceding 1<sup>st</sup> April. The account were made up to 31<sup>st</sup> March 2023 as usual and the profit and loss account gave the following results.

6

Profit & Loss A/c

Particulars	Rs.	Particulars	Rs.
To Rent, Tax & Insurance	18,000	By Gross Profit	3,00,000
To Director Fess	20,000		
To Salaries	51,000		
To Office Expenses	48,000		
To Traveler Commission	12,000		
To Discount	15,000		
To Bad Debts	3,000		
To Audit Fees	8,500		
To Depreciation	6,000		
To Debenture interest	4,500		
To Net Profit	1,14,000		
	3,00,000		3,00,000

The sales of the above period were Rs. 12,00,000.

It is ascertained that the sales for February and March 2003 was one and half times the average of the year, while those for May and July was only half of the average.

Apportion the year profit between pre and post incorporation period.

**OR**

- c) Sonali Pvt. Ltd was incorporated on 1<sup>st</sup> July, 2022 to take over the running business of Mr. Agrawal with effect from 1<sup>st</sup> April, 2022. The following profit & loss account for the year ended 31<sup>st</sup> March, 2023 was drawn up:

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Particulars	Rs.	Particulars	Rs.
To Commission (Sales)	2,625	By Gross Profit	98,000
To Advertisement	5,250	By Bad debts realized	500
To Managing Director remuneration	9,000		
To Depreciation	2,800		
To Salaries	18,000		
To Insurance	600		
To Preliminary expenses written off	700		
To Rent & Taxes	3,000		
To Discount	350		
To Bad Debts	1,250		
To Net profit	54,925		
	98,500		98,500

Further details:

- The average monthly sales from 1<sup>st</sup> July, 2022 onwards was double than that of the previous months.
- Rent which was paid for the first three months at Rs. 200 per month and thereafter increased by Rs. 50 per month for the balance of the period.
- Bad debts of Rs. 350 related only to the period after 1<sup>st</sup> Sept. 2022 and the balance related to the sales made up to 1<sup>st</sup> Sept. 2022.
- The bad debts realized belonged to the Bad Debts which were written off in 2022. Ascertain the profits earned prior to and after incorporation of the company.

4. a) Pawar & Sons limited company decided to go into voluntary liquidation. On that date its share capital consisted of: 6
- 4,000 Preference shares of Rs. 50 each, fully paid  
 40,000 Equity shares of Rs. 20 each, fully paid-up  
 40,000 Equity shares of Rs. 20 each, Rs. 16 per share paid-up.
- The company creditors were for actual amount of Rs. 4,50,000 out of which Rs. 20,000 were preferential and creditors for Rs. 1,30,000 were fully secured.
- All the asset including those held by the creditors realized Rs. 6,50,000. Cost of liquidation amounted to Rs. 26,500. The liquidators was entitled for a commission at 5% on the amount realized from the sale of Asset and at 3% on amount paid to unsecured creditors (excluding the preferential creditors)
- The liquidators made a call of Rs. 3 per share on the partially paid-up shares. He realized the call money on all shares excluding 4,000 share which were subsequently forfeited.
- From the above information prepare the liquidators final statement of account.

- b) The Sunny Co. Ltd. went into voluntary liquidation on 1<sup>st</sup> January 2023. The liquidator whose remuneration is 3% on realization of asset and 2% on distribution to shareholders realized all the asset. 6
- The following was the position of the company:

Cash on Realization of Asset	5,00,000
Expenses on liquidation	9,000
Unsecured Creditors (including salary and wages for one month prior to liquidation Rs. 6,000)	68,000
5,000, 6% preference shares of Rs. 30 each (dividend paid up to 31-12-2021)	1,50,000
10,000 Equity share of Rs. 10 each Rs. 09 per share called up paid	90,000
General Reserve as on 31-12-2022	1,20,000
Profit & Loss A/c as at 31-12-2022	20,000

Under the articles of Association of the company, the preference shareholder has a right to receive arrears of dividend and thereafter to receive one-third of the surplus remaining After repaying the equity share capital.  
 Prepare Liquidators Final Statement of Account.

**OR**

- c) From the following balance sheet of Shanti Co. Ltd. as on 31<sup>st</sup> December, 2016. 12

Liabilities	Rs.	Asset	Rs.
Paid Up Capital		Fixed Asset	
1,000, 6% preference shares of Rs. 100 each fully paid.	1,00,000	Land & Building	2,00,000
2,000 Equity shares of Rs. 100 each fully paid	2,00,000	Plant & Machinery	2,20,000
3,000 Equity shares of Rs. 100 each Rs. 50 paid	1,50,000		
Secured Loan		Current Asset	
6% Debenture (floating charge on all assets)	1,00,000	Stock	1,00,000
Other (Mortgage on Land & building)	1,00,000	Debtors	1,00,000
		Cash at bank	30,000

Current Liabilities		Misc. Expenditure & Losses	
Sundry Creditors	90,000	Profit & Loss Account (Dr.)	1,00,000
Income tax payable	10,000		
	7,50,000		7,50,000

The company went into liquidation on 1<sup>st</sup> January, 2017. Preference divided were in arrears for 3 years. It is payable on liquidation.

The liquidators realized assets as follows:

Land & building	2,40,000
Plant & Machinery	1,80,000
Stock	70,000
Debtors	60,000

Liquidation expenses amounted to Rs. 8,000

Liquidators is entitled to a commission of 2% on the asset he realized and 3% on the amount distributed by him to unsecured creditors including preferential creditors.

All payments were made on 30<sup>th</sup> June, 2017

Prepare Liquidators final statement of account.

5. a) Functions of Banks. 3
- b) Revenue A/c. 3
- c) Profit Prior Incorporation. 3
- d) Kinds of Liquidation. 3

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**UCA4C06 - Corporate Accounting-II**

Time : Three Hours

Max. Marks : 60

- सुचना :- 1. प्रत्येक प्रश्नाचे उत्तरे सोडविणे आवश्यक आहे.  
2. प्रत्येक प्रश्नाला समान गुण आहे.

- |    |    |                        |    |
|----|----|------------------------|----|
| 1. | अ) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    | ब) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    |    | <b>किंवा</b>           |    |
|    | क) | इंग्रजी माध्यमाप्रमाणे | 12 |
| 2. | अ) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    | ब) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    |    | <b>किंवा</b>           |    |
|    | क) | इंग्रजी माध्यमाप्रमाणे | 12 |
| 3. | अ) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    | ब) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    |    | <b>किंवा</b>           |    |
|    | क) | इंग्रजी माध्यमाप्रमाणे | 12 |
| 4. | अ) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    | ब) | इंग्रजी माध्यमाप्रमाणे | 6  |
|    |    | <b>किंवा</b>           |    |
|    | क) | इंग्रजी माध्यमाप्रमाणे | 12 |
| 5. | अ) | बँकांचे कार्य          | 3  |
|    | ब) | आगम खाते               | 3  |
|    | क) | स्थापनेपूर्वीचा नफा    | 3  |
|    | ड) | निस्तारकाचे प्रकार     | 3  |

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**UCA4C06 - Corporate Accounting-II**

Time : Three Hours

Max. Marks : 60

- सुचनाएँ :- 1. प्रत्येक प्रश्न का उत्तर लिखना जरूरी है।  
2. प्रत्येक प्रश्न को समान अंक है।

- |    |             |                            |    |
|----|-------------|----------------------------|----|
| 1. | अ)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | ब)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | <b>अथवा</b> |                            |    |
|    | क)          | अंग्रेजी माध्यम के अनुसार। | 12 |
| 2. | अ)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | ब)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | <b>अथवा</b> |                            |    |
|    | क)          | अंग्रेजी माध्यम के अनुसार। | 12 |
| 3. | अ)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | ब)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | <b>अथवा</b> |                            |    |
|    | क)          | अंग्रेजी माध्यम के अनुसार। | 12 |
| 4. | अ)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | ब)          | अंग्रेजी माध्यम के अनुसार। | 6  |
|    | <b>अथवा</b> |                            |    |
|    | क)          | अंग्रेजी माध्यम के अनुसार। | 12 |
| 5. | अ)          | बैंकों के कार्य            | 3  |
|    | ब)          | आय खाता                    | 3  |
|    | क)          | स्थापना से पहले लाभ        | 3  |
|    | ड)          | संहारक / निस्तारक के कार्य | 3  |

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