

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 Rath 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<br>(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    |           |
| Total                                    | 41,55,000 | 41,55,000 |

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.

- 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**

- 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;

- Expenses of management include survey fees and legal expenses of Rs. 74,000 and Rs. 30,000 relating to claims.
- Claims intimated but not paid on 31<sup>st</sup> March 2023 Rs. 1,56,000
- Income tax to be provided at 55%
- Transfer to General Reserve Rs. 3,00,000
- Proposed dividend 8%
- 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:

12

| 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 & |          |
| Sundry Creditors    | 90,000   | Losses              |          |
| Income tax payable  | 10,000   | Profit & Loss       | 1,00,000 |
|                     |          | Account (Dr.)       |          |
|                     | 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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B.Com. - II CBCS Pattern Semester-IV  
**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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B.Com. - II CBCS Pattern Semester-IV  
**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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