

Total No. of Questions : 4]

P5838

SEAT No. :

[Total No. of Pages : 6

[6142]-202

S.Y. B.Com.

232 : CORPORATE ACCOUNTING-I
(2019 Pattern) (CBCS) (Semester-III)

Time : 2½ Hours]

[Max. Marks : 70

Instructions to the candidates:

- 1) Question No.1 is compulsory.
- 2) Solve any 2 questions from remaining question. No. 2, 3, & 4.
- 3) Figures to the right side indicate full marks.

Q1) A) Fill in the blanks (Any five):

[5]

- a) _____ is the part of finance cost.
 - i) Interest Received
 - ii) Purchases.
 - iii) Interest paid
- b) AS 10 is deals with _____.
 - i) Accounting for Amalgamation.
 - ii) Property, Plant and Equipment.
 - iii) Consolidated Financial Statement
- c) Profit earned by the company after the date of incorporation is called _____.
 - i) Capital Profit,
 - ii) Revenue Profit,
 - iii) Gross profit
- d) Yield value depends on _____.
 - i) Net Worth
 - ii) Net Profits
 - iii) Goodwill

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- e) Under profit prior to incorporation, Director fees is allocated on the basis of _____.
- i) Time Ratio
 - ii) Sales Ratio
 - iii) Post-incorporation
- f) Discount on issue debenture is _____ loss.
- i) Revenue
 - ii) Capital
 - iii) Gross
- g) Profit post incorporation is available for distribution of _____
- i) Dividend
 - ii) Capital
 - iii) Goodwill

B) True or False (Any Five):

[5]

- a) Companies Act 2013 is not applicable to private companies.
- b) As per Companies Act 2013, financial statements of the company are prepared in vertical form.
- c) Preliminary expenses are directly recorded to post incorporation period only.
- d) Quoted shares means a shares which are listed with the stock exchange.
- e) Miscellaneous expenses are considered while calculating net assets.
- f) According to AS-14, Net assets method is not recommending in case of going concern.
- g) Extra ordinary items should not be disclosed in statement of profit and loss.

C) Match the following

[5]

- | | |
|-------------------------------|-------------------------------------|
| a) Employees Benefit Expenses | i) Consolidated financial statement |
| b) Sales Ratio | ii) Contribution to provident fund |
| c) Capitalized value | iii) Provision for Taxation |
| d) Short Term Provision | iv) Advertisement |
| e) AS 21 | v) Normal Rate of Return |

- D) Write short notes (Any three) [15]
- Factors affecting on valuation of shares
 - Pre incorporation profit and post incorporation profit.
 - Benefits of Accounting Standards
 - Accounting Standard-5
 - Tangible and Intangible Assets

Q2) Shivansh Co. Ltd., Pune was registered with an authorized capital of Rs. 10,00,000 divided into 10,000 Eq. Shares of Rs. 100 each. The following is the Trail Balance of the company as on 31st March 2023. [20]

Trial Balance
As on 31st March 2023

Particulars	Debit (Rs)	Particulars	Credit (Rs)
Stock (01-04-2022)	1,20,000	Share Capital:	
Plant and Machinery	6,00,000	Issued & Subscribed	
Furniture and Fixture	3,00,000	Capital:	
Purchases	7,70,000	5,000 Eq. Shares of	
Sales Return	10,000	Rs.100 each fully paid	5,00,000
Salary	30,000	General Reserve	1,00,000
Wages	70,000	6% Debentures	3,00,000
Sundry Debtors	80,000	Sundry Creditors	50,000
Bills Receivable	40,000	Sales	12,00,000
Cash in Hand	1,07,000	Purchase Return	20,000
Cash at Bank	1,00,000	Bills Payable	30,000
Bank Interest	12,000	Profit & Loss A/c	
Interest on 6%		(01-04-2022)	80,000
Debentures	18,000	Rent Received	10,000
Audit Fees	8,000		
Rent, Rates			
and Taxes	10,000		
General Expenses	5,000		
Goodwill	10,000		
	22,90,000		22,90,000

Additional Information:

- Stock as on 31st March 2023 was valued at Rs.90,000.
- Depreciation is to be charged on Plant & Machinery and Furniture & Fixture at 5% and 10% respectively.
- Outstanding Salary of Rs.5,000 and rent paid in advanced Rs.3,000.
- Provide 5% provision on sundry debtors for doubtful debts.
- Transfer of Rs.5,000 for General Reserve.

(Note : only prepare required notes)

You are required to prepare Balance Sheet and Statement of Profit & Loss for the year ended 31st March 2023 as per Companies Act 2013 Schedule III

- Q3) Harsha Ltd. Mumbai was incorporated on 1st August 2022 to take over the running business of Raj Traders as a going concern from 1st April 2022. Following was the Statement of Profit & Loss for the year ended 31st March 2023. [20]

In the books of Harsha Ltd, Mumbai

Profit and Loss Account for the year ended 31st March 2023

Dr		Cr	
Particulars	Rs.	Particulars	Rs.
To Rent & Taxes	30,000	By Gross Profit	2,10,000
To Electricity	4,800		
To Salaries	72,000		
To Commission	12,000		
To Advertisement	8,000		
To Interest on Loan	6,000		
To Discount	7,000		
To Office Expenses	15,000		
To Carriage	6,000		
To Preliminary Expenses	13,000		
To Bad debts	4,000		
To Interest on capital			
to Partner	1,000		
To Net Profit	31,200		
	2,10,000		2,10,000

Additional information:

- a) The total sales for the year ending on 31st March 2023 was Rs.18,00,000/-, divided in to Rs.6,00,000/- for the period up to 1st August 2022 and Rs.12,00,000/- for the remaining period.
- b) Bad Debts were directly proportionate to the sales.

Prepare a statement showing profit prior to and after incorporation of Harsha Ltd. Mumbai.

- Q4) a) Following is the Balance Sheet of Sameer Ltd., Pune on 31st March 2023.

[14]

Liabilities	Rs.	Assets	Rs.
Share Capital		Freehold Premises	1,00,000
20,000 Equity Shares of		Machinery	1,40,000
Rs. 10 each fully paid	2,00,000	Furniture	28,000
Reserve & Surplus		Stock in trade	40,000
Reserve Fund	1,00,000	Debtors	88,000
Profit & Loss A/c	32,000	Bank balance	52,000
<u>Current Liabilities</u>		Formation Expenses	4,000
Creditors	90,000		
Bills Payable	30,000		
	4,52,000		4,52,000

Additional Information:

- i) Assets are valued as

Goodwill	Rs. 88,000
Freehold premises	Rs. 2,60,000
Machinery	Rs. 144,000
Furniture	Rs. 48,000
Stock in trade	Rs. 50,000
Debtors	Rs. 78,000

ii) The profits of the company during the last three years were as follows.

2021	-	Rs. 90,000
2022	-	Rs. 98,000
2023	-	Rs. 1,00,000

iii) It is the practice of the company to transfer 25% of profit to reserve fund.

iv) The fair yield in respect of equity shares of similar type of companies is ascertained at 10%.

Find out the value of each Equity Share as per

- 1) Intrinsic Value Method
- 2) Yield Value Method
- 3) Fair Value Method

b) Shubhangi Co. Ltd. purchased a plot of land for which the following information has been given. [6]

Purchase of Land	:	Rs.12,00,000
Transfer of Title	:	Rs.1,00,000
Other Legal Charges	:	Rs.50,000
Cost of demolition of old building present on the land	:	Rs.40,000
Sale of scrap of old building	:	Rs.8,000

You are required to calculate the cost of land

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