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B.Com. (Part - II) (Semester - III) Examination,**December - 2018****CORPORATE ACCOUNTING (Paper - I)****Sub. Code : 63107**

Day and Date : Monday, 03 - 12 - 2018

Total Marks : 50

Time : 03.00 p.m. to 05.00 p.m.

- Instructions :
- 1) All questions are compulsory.
 - 2) Figures to the right indicate full marks.
 - 3) Use of calculator is allowed.

Q1) Yash Ltd. was registered with nominal capital of Rs. 20,00,000 divided into equity shares of Rs. 100 each. Following balances are extracted from the books of the company on 31st March, 2015.

Cash in hand	76,000
Bad debts reserve (1-4-2014)	8,000
Bank loan (unsecured)	40,000
General reserve	70,000
Creditors	1,14,000
Sales	13,00,000
Profit & Loss A/c (Cr. Balance)	40,000
6% Debentures	8,00,000
Subscribed and called up capital	16,00,000
Bad debts	5,000
Directors fees	14,000
Salary	60,000
Sundry expenses	24,000
Carriage inward	30,000
Purchases	3,80,000
Share brokers commission	12,000
Opening stock	1,44,000
Debtors	1,70,000
Goodwill	50,000
Interim dividend paid	80,000
Calles in arears	17,000
Plant and Machinery	13,80,000
Premises	15,30,000

P.T.O.



Other Information :

- i) Stock on 31st March 2015 was valued at cost Rs. 3,00,000 (Market value Rs. 3,20,000).
- ii) Depreciate plant and machinery at 10%, premises by 5%.
- iii) Provide for bad debts at 5% on debtors.
- iv) Transfer Rs. 30,000 to general reserve.
- v) Make provision for taxation Rs. 1,00,000.

From the above information prepare :

- a) Profit and Loss A/c in vertical form for the year ending 31st March 2015; showing G.P., N.P. before and after tax etc. **[10]**
- b) Balance sheet as on that date in vertical form along with schedules - share capital, reserves & surplus and fixed Assets. **[10]**

Q2) Attempt any two out of the following a, b and c.

- a) Vaibhav Ltd. issued 20,000 equity shares of Rs. 100 each at a premium of Rs. 10 per share payable as :

On application - Rs. 25 per share

On Allotment - Rs. 50 (including premium) per share

On I and final call - Rs. 35 per share.

Applications were received for all the shares issued. All amounts due were received except Mr. Sanjay to whom 1000 shares were allotted failed to pay I and final call. His shares were forfeited by the company.

Pass necessary journal entries in the books of Vaibhav Ltd. **[10]**

- b) Vilasrao Ltd. issued on 1st April 2011 Rs. 1,00,000 8% Debentures at 5% discount and repayable at the end of 10th year at a premium of 4%. The sinking fund was created by transferring Rs. 10,000 p.a. from profit commencing from 31st March 2012 and it was invested in 10% Govt. Securities. Accounts are closed on 31st March every year. **[10]**

Show : i) Sinking fund account and

ii) Sinking fund Investment A/c for first three years.

- c) Ajinkya Ltd. incorporated on 1st May 2014 to take over the running business of Prasad from 1st January 2014. The profit and loss Account for the year ended 31st December 2014 is as follows :



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PROFIT & LOSS A/C

Dr.	Rs.	Cr.	Rs.
To Rent & Taxes	24,000	By Gross Profit	3,10,000
To Insurance	6,000		
To Salaries	94,800		
To Directors fees	9,200		
To Commission	1,20,000		
To Advertisement	21,000		
To Preliminary Exp.	13,000		
No Bad debts	4,000		
No Net Profit	18,000		
	3,10,000		3,10,000

The total turnover for the year ending on 31st December 2014 was Rs. 10,00,000 divided in to Rs. 3,00,000 for the period up to 1st May 2014 and Rs. 7,00,000 for the remaining period. Prepare a statement showing profit prior to and after incorporation of Ajinkya Ltd. [10]

Q3) Write short notes (any two) :

[10]

- Shares issued at discount
- Redemption of debentures
- Profit/Loss prior to incorporation
- Classification of share capital.

