

PC-2425/MJ

F-20/2051

CORPORATE ACCOUNTING–II – 404

(Semester–IV)

Time : Three Hours]

[Maximum Marks : 70

Note : Attempt *two* questions each from Sections A and B carrying 10 marks each and attempt any 10 questions from Section C out of 12 short answer type questions carrying 3 marks each.

SECTION – A

- I. What entries should be passed in the books of a company that goes into liquidation for the purpose of amalgamation? 10

- II. What is internal reconstruction? Explain in detail its accounting treatment. 10

III. Following are the Liabilities and Assets of M/s. Desai Bros.
as on 31st March, 2016 :

Liabilities	Rs.	Assets	Rs.
Capital	42,500	Freehold Premises	25,000
Bank Loan	20,000	Furniture	3,500
Bills Payable	6,700	Motor Van	12,800
Creditors	10,800	Stock	13,200
		Bills Receivable	5,400
		Debtors	18,700
		Cash	1,400
	80,000		80,000

On the above date the entire business was taken over by Ding Dong Bell Ltd. The purchase consideration was paid as under :

- (i) 3,000 fully paid Rs. 10 shares.
- (ii) The balance in cash.

While recording the assets, the company valued the premises and stock at 10% and 20% above their book values respectively. Find out purchase consideration and pass necessary Journal Entries in the books of the Ding Dong Bell Ltd., and show its Balance Sheet after take over of the business.

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IV. Following is the Balance Sheet of Godbole Co. Ltd as on 31st March, 2016:

Liabilities	Rs.	Assets	Rs.
Equity Share Capital of Rs. 100 each	6,00,000	Land and Building	3,00,000
5% Pref. Share Capital of Rs. 100 each	3,00,000	Machinery	4,50,000
Surplus A/c (Negative Balance)	(-)-3,60,000	Goodwill	22,500
6% Debenture	1,50,000	Stock	65,000
Creditors	75,000	Debtors	70,000
Bank Overdraft	1,50,000	Cash	7,500
	9,15,000		9,15,000

On the above date, the company adopted the following scheme of reconstruction :

- (i) The preference shares are to be reduced to fully paid shares of Rs. 75 each and equity shares are to be reduced to shares of Rs. 40 each fully paid.
- (ii) The debenture holders took over the debtors in full satisfaction of their claims.
- (iii) The fictitious and intangible assets are to be eliminated.
- (iv) The Land and Building to be appreciated by 30% and machinery to be depreciated by one-third.
- (v) Expenses of reconstruction amounted to Rs. 4,500.

Give Journal Entries incorporating the above scheme of reconstruction and prepare the reconstructed Balance Sheet.

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SECTION – B

- V. Explain slip system of posting. What are its special features? What are its advantages and disadvantages? 10
- VI. Prepare with imaginary figures the Revenue Account of the Life Insurance Company. 10
- VII. From the data relating to a company (in voluntary liquidation), you are asked to prepare Liquidator's Statement of Account.
- (i) Cash with liquidator (after all assets are realised and secured creditors and debenture holders are paid) is Rs. 6,73,800.
 - (ii) Preferential Creditors to be paid Rs. 30,000.
 - (iii) 4,000 6% preference shares of Rs. 100 each, fully paid.
 - (iv) 2,000 equity shares of Rs. 100 each. Rs. 75 per share paid up.
 - (v) 6,000 equity shares of Rs. 100 each, Rs. 60 per share paid up.
 - (vi) Liquidator's remuneration 2% on preferential and other unsecured creditors.
 - (vii) Preference dividend were in arrears for 2 years. 10
- VIII. The Life Assurance Fund of Moon Light Life Assurance Company had a balance of Rs. 86,48,000 on 31-3-2016. The actuarial valuation carried out on the same date revealed a net liabilities of Rs. 74,25,000 crores. During the intervaluation period the interim bonus of Rs. 30 lakhs was

paid to the policy holders. The company now proposes to carry forward Rs. 9,31,000 the balance being divided between the policy holders and shareholders in ratio of 10 : 1.

You are required to show :

- (i) Valuation Balance Sheet,
- (ii) Net Profit for the valuation period, and
- (iii) Distribution of the Surplus.

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SECTION – C

IX. Write short notes on any *ten* of the following :

- (a) Purchase Consideration.
- (b) Forms of Merger.
- (c) Amalgamation in nature of merger.
- (d) AS-14.
- (e) Alteration of Capital.
- (f) Significance of Internal Reconstruction.
- (g) Modes of liquidation.
- (h) Preferential Creditors.
- (i) Rebate on Bills Discounted.
- (j) Non-Performing Assets of Banks.
- (k) Reversionary Bonus.
- (l) Reinsurance.

(10×3=30)

PUNJABI VERSION

ਨੋਟ : ਭਾਗ A ਅਤੇ B ਵਿਚੋਂ ਦੋ-ਦੋ ਪ੍ਰਸ਼ਨ ਕਰੋ। ਹਰੇਕ ਪ੍ਰਸ਼ਨ ਦੇ 10 ਅੰਕ ਹਨ। ਭਾਗ C ਵਿਚਲੇ 12 ਸੰਖੇਪ ਉੱਤਰ ਵਾਲੇ ਪ੍ਰਸ਼ਨਾਂ ਵਿਚੋਂ ਕੋਈ 10 ਪ੍ਰਸ਼ਨ ਕਰੋ ਅਤੇ ਹਰੇਕ ਪ੍ਰਸ਼ਨ ਦੇ 3 ਅੰਕ ਹਨ।

ਭਾਗ-A

- I. ਸੰਮਿਲਨ ਦੇ ਉਦੇਸ਼ ਨਾਲ ਕਿਸੇ ਕੰਪਨੀ ਦੇ ਸਮਾਪਨ ਦੀ ਸੂਰਤ ਵਿਚ ਖਾਤਿਆਂ ਵਿਚ ਕਿਹੜੇ ਅੰਦਰਾਜ ਪਾਸ ਕਰਨੇ ਚਾਹੀਦੇ ਹਨ? ਸਪੱਸ਼ਟ ਕਰੋ। 10

- II. ਅੰਤਰੀਵ ਪੁਨਰ-ਉਸਾਰੀ ਕੀ ਹੁੰਦੀ ਹੈ? ਇਸ ਦੇ ਲੇਖਕਕਾਰੀ ਨਿਭਾਓ ਦੀ ਚਰਚਾ ਕਰੋ। 10

- III. ਨਿਮਨ-ਦਰਜ ਵੇਰਵਿਆਂ ਦਾ ਅਧਿਐਨ ਕਰਕੇ ਲੋੜੀਂਦੀ ਕਾਰਵਾਈ ਕਰੋ :

Following are the Liabilities and Assets of M/s. Desai Bros.
as on 31st March, 2016 :

Liabilities	Rs.	Assets	Rs.
Capital	42,500	Freehold Premises	25,000
Bank Loan	20,000	Furniture	3,500
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	80,000		80,000

On the above date the entire business was taken over by Ding Dong Bell Ltd. The purchase consideration was paid as under :

- (i) 3,000 fully paid Rs. 10 shares.
- (ii) The balance in cash.

While recording the assets, the company valued the premises and stock at 10% and 20% above their book values respectively. Find out purchase consideration and pass necessary Journal Entries in the books of the Ding Dong Bell Ltd., and show its Balance Sheet after take over of the business. 10

IV. ਨਿਮਨ-ਦਰਜ ਵੇਰਵੇ ਗੋਡਬੋਲੇ ਕੰਪਨੀ ਦੇ 31 ਮਾਰਚ 2016 ਦੀ ਬੈਲੈਂਸ-ਸ਼ੀਟ ਸਬੰਧੀ ਹਨ। ਅਧਿਐਨ ਕਰਕੇ ਲੋੜੀਂਦੀ ਕਾਰਵਾਈ ਕਰੋ :

Liabilities	Rs.	Assets	Rs.
Equity Share Capital			
of Rs. 100 each	6,00,000	Land and Building	3,00,000
5% Pref. Share Capital		Machinery	4,50,000
of Rs. 100 each	3,00,000	Goodwill	22,500
Surplus A/c		Stock	65,000
(Negative Balance)	(-)3,60,000	Debtors	70,000
6% Debenture	1,50,000	Cash	7,500
Creditors	75,000		
Bank Overdraft	1,50,000		
	9,15,000		9,15,000

On the above date, the company adopted the following scheme of reconstruction :

- (i) The preference shares are to be reduced to fully paid shares of Rs. 75 each and equity shares are to be reduced to shares of Rs. 40 each fully paid.
- (ii) The debenture holders took over the debtors in full satisfaction of their claims.
- (iii) The fictitious and intangible assets are to be eliminated.
- (iv) The Land and Building to be appreciated by 30% and machinery to be depreciated by one-third.
- (v) Expenses of reconstruction amounted to Rs. 4,500.

Give Journal Entries incorporating the above scheme of reconstruction and prepare the reconstructed Balance Sheet. 10

ਭਾਗ-B

- V. ਪੋਸਟਿੰਗ ਦੀ ਸਲਿਪ ਪ੍ਰਣਾਲੀ ਦੀ ਚਰਚਾ ਕਰੋ। ਇਸ ਦੇ ਵਿਸ਼ੇਸ਼ ਲੱਛਣ ਕੀ ਹੁੰਦੇ ਹਨ? ਇਸ ਦੇ ਲਾਭ-ਹਾਨੀਆਂ ਵਿਚਾਰੋ। 10

- VI. ਜੀਵਨ ਬੀਮਾ ਕੰਪਨੀ ਦੀ ਆਮਦਨ ਦੇ ਖਾਤੇ ਨੂੰ ਫਰਜ਼ੀ ਅੰਕਡੜਿਆਂ ਨਾਲ ਤਿਆਰ ਕਰੋ। 10

VII. ਨਿਮਨ-ਦਰਜ ਵੇਰਵਿਆਂ ਦਾ ਅਧਿਐਨ ਕਰਕੇ ਲੋੜੀਂਦੀ ਕਾਰਵਾਈ ਕਰੋ :

From the data relating to a company (in voluntary liquidation), you are asked to prepare Liquidator's Statement of Account.

- (i) Cash with liquidator (after all assets are realised and secured creditors and debenture holders are paid) is Rs. 6,73,800.
- (ii) Preferential Creditors to be paid Rs. 30,000.
- (iii) 4,000 6% preference shares of Rs. 100 each, fully paid.
- (iv) 2,000 equity shares of Rs. 100 each, Rs. 75 per share paid up.
- (v) 6,000 equity shares of Rs. 100 each, Rs. 60 per share paid up.
- (vi) Liquidator's remuneration 2% on preferential and other unsecured creditors.
- (vii) Preference dividend were in arrears for 2 years.

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VIII. ਨਿਮਨ-ਦਰਜ ਵੇਰਵਿਆਂ ਦਾ ਅਧਿਐਨ ਕਰੋ ਅਤੇ ਪੁੱਛੇ ਗਏ ਅਨੁਸਾਰ ਕਾਰਵਾਈ ਕਰੋ :

The Life Assurance Fund of Moon Light Life Assurance Company had a balance of Rs. 86,48,000 on 31-3-2016.

The actuarial valuation carried out on the same date revealed a net liabilities of Rs. 74,25,000 crores. During the intervaluation period the interim bonus of Rs. 30 lakhs was paid to the policy holders. The company now proposes to carry forward Rs. 9,31,000 the balance being divided between the policy holders and shareholders in ratio of 10 : 1.

You are required to show :

- (i) Valuation Balance Sheet,
- (ii) Net Profit for the valuation period, and
- (iii) Distribution of the Surplus. 10

ਭਾਗ-C

IX. ਕਿਸੇ 10 'ਤੇ ਸੰਖੇਪ ਨੋਟ ਲਿਖੋ :

- (a) ਖਰੀਦਣ ਦਾ ਵਿਚਾਰ।
- (b) ਸੰਮਿਲਨ ਦੇ ਵਿਭਿੰਨ ਰੂਪ ਦਰਜ ਕਰੋ।
- (c) ਮਿਲਾਨ ਦੀ ਤਰਜ਼ ਦਾ ਸੰਮਿਲਨ ਕੀ ਹੁੰਦਾ ਹੈ?
- (d) AS 14 ਤੋਂ ਕੀ ਭਾਵ ਹੈ?
- (e) ਪੂੰਜੀ ਵਿਚ ਬਦਲਾਓ ਤੋਂ ਕੀ ਭਾਵ ਹੁੰਦਾ ਹੈ?
- (f) ਅੰਤਰੀਵ ਪੁਨਰ-ਉਸਾਰੀ ਦਾ ਮਹੱਤਵ ਦਰਜ ਕਰੋ।

- (g) ਸਮਾਪਨ ਦੀਆਂ ਵਿਧੀਆਂ ਲਿਖੋ।
- (h) ਤਰਜੀਹੀ ਕਰੇਡਿਟਰਜ਼ ਕੌਣ ਹੁੰਦੇ ਹਨ?
- (i) ਡਿਸਕਾਉਂਟਿਡ ਬਿਲਾਂ ਤੇ ਰਿਆਇਤ ਤੋਂ ਕੀ ਭਾਵ ਹੈ?
- (j) ਬੈਂਕ ਦੇ ਮਰ ਗਏ ਅਸਾਸੇ ਕੀ ਹੁੰਦੇ ਹਨ?
- (k) ਰੀਵਰਜ਼ਨਰੀ ਬੋਨਸ ਤੋਂ ਕੀ ਭਾਵ ਹੈ?
- (l) ਪੁਨਰ-ਬੀਮਾ ਕੀ ਹੁੰਦਾ ਹੈ? (10×3=30)
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