Roll No…….. **Total No. of Printed Pages: 2**
Total No. of Questions: [09]

B.Com (E-Commerce) (Semester – 4th)
CORPORATE ACCOUNTING - II
Subject Code: BCOM2401
Paper ID: [18140217]

Time: 03 Hours **Maximum Marks: 60**

Instruction for candidates:

1. Section A is compulsory. It consists of 10 parts of two marks each.
2. Section B consist of 5 questions of 5 marks each. The student has to attempt any 4 questions out of it.
3. Section C consist of 3 questions of 10 marks each. The student has to attempt any 2 questions.

Section – A **(2 marks each)**

Q1. Attempt the following:

a. Amalgamation
b. Purchase Consideration
c. Minority Interest
d. Holding Company
e. Debenture Trust Deed
f. Preferential Payments
g. Non-banking Assets
h. Life Assurance Fund
i. Internal Reconstruction
j. Capital Reserve

Section – B **(5 marks each)**

Q2. The following is the balance sheet of Gabbar Singh Ltd. as on March 31, 2024

Liabilities	₹	Assets	₹
5,000 Equity Shares of ₹ 100 each fully paid	5,00,000	Fixed Assets	10,00,000
General Reserve	7,00,000	Investments	2,00,000
Profit and Loss Account	1,50,000	Current Assets	3,00,000
Trade Creditors	2,00,000	Preliminary Expenses	1,80,000
Provision for Taxation	1,50,000	Share Issue Expenses	1,20,000
Proposed Dividend	1,00,000		
Total	**18,00,000**	**Total**	**18,00,000**

On the date of balance sheet, the company was taken over by Mogambo Ltd. on the following terms:

(a) Fixed assets are revalued at ₹ 12,00,000.
(b) Investments have a market value of ₹ 1,50,000.
(c) Current assets are agreed at 3,50,000 for the purpose of absorption.
(d) Mogambo Ltd. has agreed to pay the tax liability, which is estimated at ₹ 1,75,000.
(e) Dividends are to be paid before absorption by Mogambo Ltd.

You are required to compute the purchase consideration.

Q3. From the following information, prepare a consolidated balance sheet:

Liabilities	H Ltd. ₹	S Ltd. ₹	Assets	H. Ltd. ₹	S. Ltd. ₹
Equity Share Capital (₹ 10 each fully paid up)	2,00,000	1,00,000	Sundry Assets	2,20,000	1,50,000
Reserves	50,000	20,000	Investments (6,000 Shares of S. Ltd.)	80,000	----
Profit and Loss Account	20,000	10,000			
Creditors	30,000	20,000			
Total	**3,00,000**	**1,50,000**	**Total**	**3,00,000**	**1,50,000**

H Ltd. acquired its shares in S. Ltd. at the beginning of the year when reserves of S Ltd. stood at ₹ 4,000 and its profit and loss account was ₹ 5,000.

Q4. Explain "deficiency or Surplus Account" through specimen of it with emphasis on items contributing to deficiency as well as surplus.

Q5. What do you mean by reduction of share capital? Write a detailed note on procedure for reduction of share capital.

Q6. What do you mean by non-performing assets? Discuss in detail the various provisions as recommended in the prudential norms by RBI.

Section – C **(10 marks each)**

Q7. What are the methods of accounting for amalgamation? Discuss the salient features of each method. How do they differ from each other?

Q8. What is liquidation? Explain the various ways of winding up of a company emplacing the legal provisions in each such case.

Q9. From the following balances as on March 31, 2024 in the books of Sun-Moon Life Assurance Co. Ltd. prepare the Revenue Account and Balance Sheet:

	Rs. in '000		Rs. in '000
Life Assurance Fund as on April 1, 2023	3000	Due from Reinsurer	39
Annuities paid	20	Due to Reinsurer	49
Surrenders	69	Agent's Balance (Dr.)	20
Reserve Fund	665	Interest Outstanding	15
Deposit with RBI	300	Sundry Creditors	4
Government Securities	3437	Premium less Reinsurance	700
Loans on company's Policies	670	Bonus to Policyholders	30
Leasehold Ground Rent	58	Commission to Agents	60
Securities on which interest is guaranteed by the Govt.	1350	Claims Less Reinsurance: On Death On Maturity	 400 500
Share Capital	5000	Consideration for Annuities Granted	40
Mortgages in India	1636	Salaries	50
Cash with Bankers on C/A	30	Director's Fees	6
Cash with Bankers on Deposit A/C	16	Auditor's Fees	8
Cash in Hand	10.50	Legal charges	2
State Govt. Securities	888	Rent Paid	4
Furniture & Fixtures	40	Other Management Expenses	1.5
Outstanding Premium	68	Interest and rent (accountable for the year less taxes Rs. 60000)	360
Interest Accrued but not Due (Dr.)	30		