



Register Number:

Date: 21-11-2020

ST. JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27
M.Com - III SEMESTER
SEMESTER EXAMINATION: NOVEMBER 2020
MCODEA 9318 – ADVANCED CORPORATE ACCOUNTING

Time- 2 1/2 hrs

Max Marks-70

This paper contains 3 printed pages and four parts

SECTION A

Answer any TEN of the following questions. Each question carries two marks.

(10x2=20)

1. State any two rights of preference shareholders over equity shareholders.
2. List out any two benefits of DEMAT account.
3. What is meant by Amalgamation?
4. Mention any two reasons for companies to amalgamate.
5. List out any four expenses accounted in Accounting for Hotel companies.
6. How are the guests in hotels classified on the basis of residence?
7. Define Government companies under section 2(45) of companies Act 2013.
8. Expand IAAD and mention any two responsibilities of IAAD.
9. Define Human Resource Accounting.
10. What is meant by Social Responsibility Accounting?
11. State any two differences between Absorption and External Reconstruction?
12. How a Contingency Reserve is created in electricity company?

SECTION B

Answer any THREE of the following questions. Each question carries five marks.

(3x5=15)

13. Differentiate Shares and Debentures.
14. List out the conditions to be satisfied to consider an amalgamation in the nature of merger.
15. Brief out the importance of Forensic Accounting.
16. Explain the concept of Reasonable Return with reference to The Electricity (Supply) Act, 1948.
17. From the following information, calculate the cost of sales under Historical Cost and Current Cost Accounting System.

Opening stock of Raw Materials on 1-4-2015 (200 tons @ Rs 40 per tonne)	Rs 8,000
Purchased during the year 2015	Nil
Material consumed during 2015	160 tonnes
Price per raw material on 1-1-2015	Rs 50 per tonne
Average price during 2015	Rs 60 per tonne
Price of raw materials on 31-12-2015	Rs 70 per tonne

SECTION C

Answer any TWO of the following questions. Each question carries fifteen marks. (2x10=20)

18. Following are the balance sheets of C Ltd., and D Ltd., as at 31-03-2015.

	C Ltd.,	D Ltd.,
Liabilities		
Equity Share Capital (15,000shares)	1,50,000	1,50,000
Reserves & Surplus	50,000	1,00,000
12% Debentures	1,00,000	1,00,000
Creditors	60,000	60,000
	3,60,000	4,10,000
Assets		
Land & Buildings	1,00,000	1,50,000
Plant & Machinery	1,50,000	1,25,000
Stock	75,000	75,000
Debtors	25,000	50,000
Cash	10,000	10,000
	3,60,000	4,10,000

C Ltd., and D Ltd., amalgamate their business and form a new company called DC Ltd. The assets of both the companies are valued as follows: Fixed assets 25% more; Stock 15% less and Debtors 10% less. The purchase consideration is discharged by the issue to both companies sufficient number of equity shares of Rs.10 each in DC Ltd., at an agreed value of Rs.12.50 per share. Assuming that the amalgamation process is duly completed show the journal entries & opening balance sheet of DC Ltd., which has an authorized capital of Rs. 20,00,000 consisting equity shares of Rs. 10 each.

19. Ascertain the net monetary result at 2018 end from the under-mentioned data:

	2018 (Beginning) (Rs.)	2018 (End) (Rs.)
Bank	2,000	3,000
Accounts receivable	10,000	12,000
Index Numbers		
2018 start 100		
2018 End 200		
2018 (Average) 160		

20. Explain the process of Fund Transfer in Government Companies.

SECTION D

Answer the following questions. The question carries fifteen marks. (1x15=15)

21. From the following balances in the books of Hotel Royal court as at 31st March 2020, prepare Income statement and Balance sheet with proper workings if any.

Particulars	Debit (Rs.)	Credit (Rs.)
Furniture (31-3-2019)	66,800	
Room rent and guests		1,26,000
Capital		2,11,200
Billiard Tables (31-3-2019)	35,600	
Bank deposits	1,13,200	
China glass, cutlery (31-3-2019)	8,000	
Interest on deposit a/c		3,200
Stock in bar (31-2-2019)	40,400	
Stock in restaurant (31-3-2019)	1,200	
Purchases of restaurant	4,30,000	
Purchases of bar	3,28,800	
Restaurant takings (sales)		6,46,400
Rent and rates	1,39,600	
Bar takings (sales)		5,22,000
Establishment expenses	2,49,200	
Billiards and sundry receipts		1,02,400
Repairs	71,600	
Cash in hand	5,200	
Fuel and light	70,000	
Creditors		70,000
Sundry expenses	53,600	
Bank balance	36,400	
Debtors	31,600	
Total	16,81,200	16,81,200

Closing stock:

Restaurant Rs. 800

Bar Rs. 11,600

Depreciation furniture @ 10% and Billiards @ 15%

MCODEA 9318_A_20