

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)
Chromepet, Chennai - 600 044.

B.Com. - END SEMESTER EXAMINATIONS - APRIL 2025
SEMESTER - IV

20UCOCT4009 - Advanced Corporate Accounting

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions (6 × 5 = 30 Marks)

1. The Ultra Optimist went into liquidation. Its assets realized Rs.3,50,000 excluding amount realized by sale of securities held by the secured creditors. Show liquidator's final statement of account.

	Rs.		Rs.
Share Capital : 1000 shares of Rs.100 each	1,00,000	Share Capital : 1000 shares of Rs.100 each	1,00,000
Secured Creditors (Securities realized Rs. 40,000)	35,000	Secured Creditors (Securities realized Rs. 40,000)	35,000
Preferential Creditors	6,000	Preferential Creditors	6,000
Unsecured Creditors	1,40,000	Unsecured Creditors	1,40,000
Debentures having floating charge	2,50,000	Debentures having floating charge	2,50,000
Liquidation Expenses	5,000	Liquidation Expenses	5,000
Liquidator's Remuneration	7,500	Liquidator's Remuneration	7,500

2. Compute the net claims to be debited in the Revenue A/C of a Life Insurance Company

Claims paid for the year ended 31.3.16	5,75,000
Claims outstanding on 1.4.15	55,000
Claims outstanding on 31.3.16	98
Claims intimated but not accepted on 31.3.16	3
Claims covered under reinsurance	31,000
Legal expenses regarding claims	5,000
Medical expenses claims	3,000
Survey expenses claims	2,000

3. A Ltd., agree to take over B Ltd., On the following terms.

- i. The shareholder of B Ltd., are to be paid Rs.25 in cash and issued 4 shares of Rs.10 each in A Ltd., for every share of B Ltd., B Ltd., has 50,000 equity shares of 10%.
- ii. 5,000 debentures of Rs.100 each of B Ltd., are to be redeemed at a premium of 10%.
- iii. Expenses of Liquidation of Rs.25,000 are to be borne by A Ltd.,
Compute purchases consideration.

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4. The following data are available from the books of M/s Manaank Ltd., as on 31st March 2003

Particulars	1 st April 2002	31 st March 2003
Cash	3,500	4,500
Book Debts	25,000	30,000
Creditors	18,000	22,000
Loan	40,000	40,000

You are required to compute the net monetary result of the company as at 31st March 2003, considering the following retail price index number. 1st April 2002: 240; 31st March 2003: 360; Average Index for the year: 300

5. State the importance of Fire Insurance & Marine Insurance.

6. From the following particulars, prepare profit and loss account of DBS bank for the ended 30th March 2020.

Interest earned Rs.37,00,000. Other income Rs.4,55,000. Interest expended Rs.20,00,000.

Operating expenses Rs.4,75,000. Provision & Contingencies Rs.3,00,000. Transfer to Proposed Dividend Rs.1,00,000.

7. K Ltd., has taken over the business of Mr.R and agreed to pay the purchase price as given below:

(a) 2800 shares of Rs.50 each fully paid at Rs.60 per share.

(b) Rs.25,000 in 8% preference shares of Rs.100 each issued at premium of 25% and

(c) Rs.20,000 in cash.

You are required to compute the amount of purchase consideration payable to Mr.R.

8. Examine the importance of HRA in organisation decision making.

Section C

Answer any **THREE** questions (3 × 10 = 30 Marks)

9. Ultra Tech Ltd., went into voluntary liquidation on 31st March 2016. Its assets realized Rs.3,60,000 excluding amount realized by sale of securities held by secured creditors; The following was the position.

Share capital (Rs.10 each)	1,00,000
Secured creditors(Securities realized Rs.40,000)	35,000
Preferential creditors	22,500
Unsecured creditors	1,40,000
Debentures	2,00,000
Liquidator's expenses	10,000
Liquidator's remuneration	7,500

Prepare Liquidator's final settlement of account.

10. From the following particulars, Prepare the fire revenue account for 2015 -16

Claims paid	2,35,000
Legal expense	5,000
Premium received	6,00,000
Re -insurance premium paid	60,000
Commission	1,00,000
Expenses of management	1,50,000
Provision against unexpired risk- 2015	2,60,000
Claims unpaid 1.4.2015	20,000
Claims unpaid 31.3.2016	35,000

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11. From the following particulars, prepare profit and loss account of TNA Bank for the year ended 31st March 2016.

Details	Rs.	Details	Rs.
Interest on fixed deposits	28,000	Payments employees	5,000
Interest on savings deposits	4,500	Discount on bills discounted	14,900
Commission (Cr)	900	Interest on overdrafts	16,000
Locker rent	100	Interest on cash credits	23,200
Interest on loans	24,900	Auditors fees	350
Salary charge(Dr.)	1,000	Directors fees	150
Rent and taxes	2,000	Bad debts to be written off	3,000

12. A Ltd., and B Ltd., have agreed to amalgamate. A new company AB Ltd., has been formed to take over the combined concern as on 31st March 2016. After negotiations, the value of assets and liabilities of the two companies have been agreed as shown in the following balance sheet. Ascertain the purchase consideration payable to A and B Ltd.,

Liabilities	A Ltd.,	B Ltd.,	Assets	A Ltd.,	B Ltd.,
Equity Shares capital of Rs.10 each	10,00,000	5,00,000	Good will	-	50,000
			Plant/Machinery	2,00,000	2,50,000
			Land /Buildings	5,00,000	3,00,000
			Stock	1,50,000	20,000
			Sundry debtors	1,20,000	20,000
Sundry creditors	80,000	50,000	Cash at bank	50,000	10,000
Reserve fund	-	50,000	Patents	1,10,000	—
Profit and Loss A/c	50,000	50,000			
	11,30,000	6,50,000		11,30,000	6,50,000

13. Balance Sheets of H Ltd., and S Ltd., as at 31st March 2016 are given below.

Liabilities	H Ltd.,	S Ltd.,	Assets	H Ltd.,	S Ltd.,
Share Capital	5,00,000	2,00,000	Fixed Assets	3,00,000	1,00,000
Reserves	1,00,000	50,000	Investment (60% shares in S Ltd., which acquired on 31.3.2016)	1,62,400	2,04,000
Creditors	80,000	60,000	Current Assets	2,17,600	6,000
			Preliminary Expenses		
	6,80,000	3,10,000		6,80,000	3,10,000

On 31st March 2016, S Ltd., revalued its fixed assets at Rs.1,10,000. Analyze and evaluate the consolidated Balance sheet of H Ltd., and its Subsidiary S Ltd., as at 31st March 2016
