

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.CA- END SEMESTER EXAMINATIONS - APRIL 2025

SEMESTER - IV

**21UCCCT4007 - Advanced Corporate Accounting**

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

### Section B

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

- After getting approval of the court, XY CO. Ltd. Has decided to issue to its equity shareholders the following in exchange for 60,000 shares of Rs.10 each in order to write off intangible assets of Rs.1,00,000 and fictitious assets Rs.1,60,000;
  - Fully paid equity shares upto the extent of two-sixth of the present holdings.
  - 6% Preference shares to the effect of one-fifth of the above new equity shares.

Show journal entries in the books of XY CO., Ltd.

- Prepare the journal entries of external reconstruction in the books of transferor companies.
- On 31.12.2024, X Ltd. acquired 80% equity shares of Y Ltd. The P&L A/c and General Reserve balances as per Balance sheet of Y Ltd prepared on 31.12.2024 amounting to Rs.6,80,000 and Rs.1,44,000 respectively. On the date of acquisition of shares, the assets of Y Ltd. Were revalued and gain of Rs.1,20,000 was found out. Compute the Capital profits and Revenue profit.
- On 31<sup>st</sup> March 2025, Bharat Commercial Bank Ltd., finds its advances classified as follows:

	Rs.
Standard assets	14,91,300
Sub-standard assets	92,800
Doubtful assets: (Secured)	
Doubtful for one year	25,660
Doubtful for one year to 3 years	15,640
Doubtful for more than 3 years	6,580
Loss assets	10,350

Compute the amount of provision to be made by the bank against the above mentioned advances.

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5. Lal Ltd., Agreed to absorb the business of Mal Ltd., The purchase consideration was as under;
- For every 4, 10% preference shares of Rs.10 each in Mal Ltd., 7 Equity shares of Rs.10 each in Lal Ltd., as Rs.8 paid up. There were 60,000, 10% Preference shares in Mal Ltd.
  - For every 3 equity shares of Rs.10 each in Mal Ltd., 8 Equity shares in Lal Ltd., as Rs.10 paid up. There were 90,000 Equity shares in Mal Ltd.
- Show the amount of purchase consideration.
6. Distinguish between amalgamation and external reconstruction.
7. S Ltd., has capital of Rs.15,00,000 in shares of Rs.100 each. Out of this, H Ltd., Purchased 75% shares at Rs.17,50,000. The profits of S Ltd., at the time of purchase of shares by H Ltd., were Rs.7,50,000. S Ltd., decided to make a bonus issue out of capital profits of one share of Rs.100 each fully paid for every three shares held. Compute the cost of control after the issue of bonus shares.
8. Ascertain the various schedules to be prepared by a Commercial Bank Balance Sheet.

### Section C

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

9. The balance sheet of Gloomy Ltd., was as follows on 30th June 2024

Liabilities	Rs.	Assets	Rs.
4,000 shares of Rs.100 each fully paid	4,00,000	Good will	60,000
6% Debentures	2,00,000	Land & Building	1,00,000
Sundry creditors	2,50,000	Plant & Machinery	4,00,000
		Stock	90,000
		Sundry debtors	60,000
		Preliminary expenses	10,000
		P&L A/c	1,30,000
	8,50,000		8,50,000

In order to reconstruct the company, wiping off fictitious and intangible and writing down plant and machinery to its proper figure of Rs.3,00,000, the shares were reduced to Rs.20 each. Court's approval was obtained. Prepare the necessary journal entries and show the balance sheet after the scheme is put through.

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**SEMESTER - IV**  
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10. X Ltd., And Y Ltd., agree to amalgamate as from 31<sup>st</sup> December 2024 on which date their respective Balance sheet as follows;

<b>Liabilities</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Assets</b>	<b>Rs.</b>	<b>Rs.</b>
Share capital Shares of Rs.1 each	80,000	25,000	Cash in hand	100	50
Sundry creditors	3,000	1,000	Cash at bank	3,400	450
Reserves	7,500	4,000	Sundry debtors	22,500	6,000
Profit & loss A/c	2,500	1,000	Plant	12,000	4,500
			Stock	15,000	7,000
			Premises	30,000	10,000
			Patents	10,000	3,000
	93,000	31,000		93,000	31,000

Draw up the Balance sheet of the new company XY Ltd., which was incorporated to take over the amalgamated concerns and state the number of shares in the new company which will be allotted to the shareholders of the old companies. (Assume the same face value)

11. Determine the methods of computation of purchase consideration.

12. Balance sheets on 31.3.2024

<b>Liabilities</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Assets</b>	<b>Rs.</b>	<b>Rs.</b>
Share capital Rs.10 each	2,50,000	1,00,000	Sundry Assets 100% shares in B Ltd.	2,23,000	1,52,000
Reserves	50,000	25,000	Preliminary Expenses	-	3,000
Creditors	40,000	30,000			
	3,40,000	1,55,000		3,40,000	1,55,000

The shares of B Ltd., were acquired at Rs.1,17,000 on 31.3.2024. Prepare Consolidate Balance sheet as on 31.3.2024.

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13. From the following information relating to Lakshmi Bank Ltd., ascertain the Profit & Loss A/c for the year ended 31<sup>st</sup> December 2024.

	Rs.		Rs.
Rent received	72,000	Salaries and allowances	2,18,800
Exchange commission	32,800	Postage	5,600
Interest on F.D. A/c	11,00,000	Sundry charges	4,000
Interest on S.B A/c	2,72,000	Directors Fee & Auditors fees	16,800
Interest on overdrafts	2,16,000	Printing	8,000
Discount on bills discounted	7,80,000	Law charges	3,600
Interest on current accounts	1,68,000	Locker rent	1,400
Interest on cash credits	8,92,000	Transfer fees	2,800
Depreciation on bank property	20,000	Interest on loans	10,36,000

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