

QP CODE: 25025256



25025256

Reg No :

Name :

M.Com DEGREE (CSS) EXAMINATION, MAY 2025

Second Semester

CORE - CM010201 - ADVANCED CORPORATE ACCOUNTING

M.COM FINANCE AND TAXATION ,M.COM MANAGEMENT AND INFORMATION TECHNOLOGY,

M.COM MARKETING AND INTERNATIONAL BUSINESS

2019 ADMISSION ONWARDS

6AE904E7

Time: 3 Hours

Weightage: 30

Part A (Short Answer Questions)

*Answer any **eight** questions.*

Weight 1 each.

1. Explain briefly AS - 21.
2. What do you mean by Cross Holding?
3. Pass the journal entry for sale of old materials in replacement of an asset in Double Accounting with imaginary figures.
4. Write a note on Sec.65 of Insolvency and Bankruptcy Code.
5. How to appoint a resolution professional as per Sec.97 of the Insolvency and Bankruptcy Code?
6. Explain briefly the difference between Insolvency and Liquidation?
7. Explain preferential creditors as per Section 327 of the Companies Act 2013.
8. State the meaning of liquidation of company.
9. What is visitor's ledger?
10. What is pure underwriting?

(8×1=8 weightage)

Part B (Short Essay/Problems)

*Answer any **six** questions.*

Weight 2 each.

11. Explain the term Capital Reserve and How it is calculated?
12. Write down the treatment of proposed dividend in holding company accounts.
13. What are the main objections against Double Account System?
14. Distinguish between Double Account System and Single Account System
15. What are the power and functions of the Insolvency and Bankruptcy Board of India?
16. Give a proforma of statement of affairs with imaginary figures.

17. Explain the consequences of winding up of a company.
18. What are the types of underwritings?

(6×2=12 weightage)

Part C (Essay Type Questions)

Answer any **two** questions.

Weight 5 each.

19. From the following balance sheet of H. Ltd. and its subsidiary S Ltd. drawn up at 31.12.2010. Prepare a consolidated Balance sheet as on that date having regard to the following.

1. Reserve and profit and loss account (cr.) of S. Ltd. stood at Rs. 50,000 and 30,000 respectively, on the date of acquisition of its 80% shares held by H Ltd. as on 1/01/2010 and
2. Machinery (Book value Rs. 2,00,000) and furniture (Book value Rs. 40,000) of S Ltd. were revalued at Rs.3,00,000 and Rs. 30,000 respectively for the purpose of fixing the price of its shares there was no purchase or sale of these assets since the date of acquisition.

Balance sheets of H Ltd. S Ltd. as at 31st December, 2010.

Liabilities	H Ltd. Rs.	S Ltd. Rs.	Assets	H Ltd. Rs.	S Ltd. Rs.
Share capital:-					
Shares of Rs. 100 each	10,00,000	2,00,000	Machinery	6,00,000	1,80,000
Reserves	4,00,000	1,50,000	Furniture	1,00,000	34,000
Profit & loss A/c	2,00,000	50,000	Other Assets (current)	8,80,000	2,86,000
Creditors	3,00,000	1,00,000	Shares in S Ltd. 1600 at Rs. 200 each	3,20,000	—
	19,00,000	5,00,000		19,00,000	5,00,000

20. You are required to prepare Receipts and Expenditure on Capital Account and General Balance Sheet from the following balances extracted from the books of Railway Company (after completion of Revenue Account) for the year ended 31st March 2016.

	Dr	Cr
Equity Shares		10,00,000
6% Preference Shares		6,00,000
7 ½ % Debentures		4,00,000
Lines open for traffic	17,04,000	
Lines in the course of construction	10,000	
Lines Leased	40,000	
Working Stock (Engines, Carriages etc.)	2,60,000	
Lines jointly owned	1,00,000	
Freehold Land	25,000	
Securities Premium A/c		55,000
Cash at Bank	10,000	
General Stores & Stocks	25,000	
Net Revenue A/c		32,000

Traffic Accounts due to the Company	20,000	
Due from other Companies	5,000	
Sundry Outstanding Accounts	7,000	
Due to other Companies		4,000
Sundry Creditors		30,000
Fire Insurance Fund		5,000
General Reserve		65,000
Superannuation Fund		15,000
	22,06,000	22,06,000

During the year, there was an issue of Rs 1,50,000 6% Preference shares at par and this was fully subscribed. Equity shares of Rs. 2,00,000 were also issued at a premium of 10%. Expenditures during the year made on lines open for traffic Rs.40,000 and lines in the course of construction Rs.3,000 were made and the construction to lined jointly owned Rs.20,000.

21. The Ultra optimist Limited went into liquidation on 31st March 2018 and the following Balance sheet was prepared

Liabilities	Rs	Assets	Rs
19500 Equity shares of Rs 10 each fully paid	1,95,000	Goodwill	40,000
Sundry Creditors:		Patents	10,000
Preferential	24200	Freehold building	48000
Partly secured creditors (Against Freehold Property)	55,310	Plant	65500
Unsecured Creditors	99,790	Stock	56800
Bank overdraft (unsecured)	12,000	Sundry debtors	64820
		Bill receivable	2500
		Surplus account	98680
	386300		386300

The liquidator realized the assets as follows:

- Freehold property Rs 35,000
- Plant Rs 51,000
- Stock Rs 39,000
- Debtors Rs 58,500
- Bills receivable Rs 2500

The expenses of liquidation amount to Rs1,000 and the liquidator's remuneration was agreed at 2.5% on the amount realized and 2% on the amount paid on the unsecured creditors

You are required to prepare Liquidator's final statement of account.

22. What is voyage in progress? How is it calculated?

(2×5=10 weightage)