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Total No. of Pages : 03

Total No. of Questions : 09

BBA (Sem.-2)
CORPORATE ACCOUNTING
Subject Code : BBA-204
M.Code : 10547
Date of Examination : 20-12-22

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTION-B consists of FOUR Sub-sections : Units-I, II, III & IV.**
3. **Each Sub-section contains TWO questions each, carrying TEN marks each.**
4. **Student has to attempt any ONE question from each Sub-section.**

SECTION-A

1. **Write briefly :**
 - a) Right issue
 - b) Buy back of shares
 - c) Authorized Share Capital.
 - d) What is contingent liability?
 - e) What is purchase consideration?
 - f) Stock Broker
 - g) Non-performing Assets
 - h) Sweat Equity Share
 - i) Escrow Account
 - j) Ready-to-use accounting software.

SECTION-B

UNIT-I

2. What is a debenture? What are the types of debentures? Distinguish between share and debenture.
3. Noor Khan Limited Company was established with Authorized Capital of 100,000 shares and invited applications for 10,000 shares of 10 each at premium of Rs. 5 per share payable as: On application Rs. 3 per share, on allotment Rs. 6 per share including premium and balance in two calls in equal amount. Applications were received for 18,000 shares. 8,000 share applications were refunded and were allotted to all the other applicants. Mr. Nadeem fail to pay the allotment money for 200 shares issued to him; so these shares were forfeited when he will fail to pay the 1st and 2nd call money. Thereafter, 100 shares were reissued at stated rate of 9 per share. All other monies were received as on December 31st, 2017. Pass necessary Journal entries.

UNIT-II

4. What is included in the " final accounts of the companies? What general instructions are followed for the preparation of Balance Sheet? Narrate briefly the Schedule VI to the companies Act, 1956.
5. Discuss the provisions, relating to the calculation of managerial remuneration.

UNIT-III

6. What are the different methods of valuation of shares? Discuss with suitable illustrations.
7. The following are the balance sheet as on 31st December 1999 of X Limited and Y Limited

Liabilities	XCo.Rs.	YCo.Rs.	Assets	XCo Rs.	YCoRs.
Equity share capital			Land and buildings	30000	-
Shares of Rs.100 each	100000	60000	Plant and machinery	110000	50000
6% debentures	20000	-	Stock	16000	8000
Reserve fund	34000	-	Debtors	14000	9000
Profit and loss account	2000	-	Cash	3000	1000
Dividend	4000	-			
equalisation fund					
Employees Provident Fund	3000				
Sundry creditors	10000	8000			
	173000	68000		173000	68000

The two companies agreed to amalgamate and form a new company called Z Limited which takes over the Assets and liabilities of both the companies. The authorised capital of Z Limited is Rs.1000000 zero consisting 100000 equity shares of Rs.10 each come the Assets of X Limited or taken over at a reduced valuation of 10% with exception of land and buildings which are accepted at book value.

Both the companies Auto receive 5% of the valuation of their respective business as Goodwill. The entire purchase price is to be paid by Z Limited in fully paid shares. In return for debenture in X Limited debenture of same amount at the nomination are to be issued by Z Limited.

You are required to opening journal entries and balance sheet in the books of Z Limited.

UNIT-IV

8. What do you understand by Financial Reporting? How reporting depends upon different type of institutes?
9. Explain now computerised accounting is more helpful to business as compared to the total book keeping? Explain the importance of computerised accounting.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.