

Roll No.

57513

**B.B.A. 2nd Semester (N.S.) (Re-appear)
Examination – October, 2020**

COMPANY ACCOUNTS

Paper : BBAN-203

Time : 1.45 Hours]

[Maximum Marks : 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note : Attempt any *three* questions. All questions carry equal marks.

1. Discuss the following in brief :

- (a) Steps of acquisition of business
- (b) Alteration of share capital
- (c) Types of debentures
- (d) Non trading income
- (e) Cost of goods sold
- (f) Methods of calculating purchase consideration

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(g) Provisions of accounting standard 18

(h) Revenue Account of a life insurance company

2. What do you understand by redeemable preference shares ? State the provision of Companies Act, 1956 regarding redemption of preference shares.

3. XYZ Co. Ltd. was registered with an authorized capital of Rs. 5,00,000 divided into 50,000 shares of Rs. 10 each. Out of this, 20,000 shares were issued for public subscription. The share amount was called up as Under :

On Application Rs. 2 per share

On Allotment Rs. 5 per share (including premium Rs.2 per share)

On First Call Rs. 2 per share

On Final Call Rs. 3 per share.

Public applied for 25, 000 shares. The Directors decided to refund the application money on 3,000 shares and adjust on remaining 2,000 shares towards allotment money due. All the amounts were duly received. Pass Journal Entries.

4. Discuss the important guideline regarding underwriting of shares and debentures. What are the benefits of underwriting of shares and debentures ?

5. A company issued 1,000 6% debentures of Rs. 100 each at a premium of 10% payable at Rs. 25 on application, Rs. 35 on allotment, Rs. 30 on first call and the balance on second call. Applications for 900 debentures were received and the allotment was made. One debenture holder holding 100 debentures paid the whole amount on allotment. Another debenture holder who holds 50 debentures failed to pay the amount of both the calls. The debentures were allotted on 1st January 2010, date of first call was 1st July, 2010, and second call was made on 1st October, 2010. The company pays interest on advance money @ 6% p.a. Pass journal entries in the books of company.

6. Explain in brief the important provisions of Companies Act, 1956 in respect of final accounts of Limited Co.

7. Discuss preparation of different accounts at the time of liquidation of a company.

8. Explain goodwill and describe various methods of valuing goodwill.

9. Discuss types of insurance company accounts. Prepare the format of financial statement of insurance company.