

Roll No. ....

**56527**

**MBA 5 year 2<sup>nd</sup> Semester (N. S.)**

**Examination – July, 2022**

**CORPORATE ACCOUNTING**

Paper : 502-P7

*Time : Three 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 : Section-A is compulsory. Attempt any four questions from Section-B by selecting one question from each Unit. Each question carries equal marks.

**SECTION – A**

1. Define :

(i) Preference Share

ii) Sweat Equity

(iii) Bonus shares

(iv) Bearer debentures

(v) Capital reserve

(vi) Preliminary expenses

(vii) Subsidiary company

(viii) Sinking Fund

**SECTION – B**

**UNIT – I**

2. Pass journal entries in the following cases :

(a) Ganesh Ltd. forfeited 200 shares of Rs. 10 each for non-payment of final call of Rs. 3 per share and re-issued them at Rs. 6 per share fully paid.

(b) Harish Ltd. forfeited 200 shares of Rs. 10 each, Rs. 7 per share called up for non-payment of first call Rs. 2 per share and re-issued them at Rs. 5 per share, Rs. 7 per share called up.

(c) Irish Ltd. forfeited 300 shares of Rs. 10 each on which Rs. 1,800 was paid. These shares were re issued to one of the directors of the company at Rs. 2,400 fully paid.

3. What is meant by Buy-Back of shares ? Explain the conditions and guidelines issued by SEBI in this respect.

## UNIT – II

4. Explain the Sinking fund method of redemption of debentures and pass necessary journal entries taking imaginary illustration.
5. Average Profit of the firm is Rs. 1,50,000. Total tangible assets in the firm are Rs. 12,00,000 & outside liabilities are Rs.7,00,000. In the same type of business, the normal rate of return is 20%. Calculate the value of goodwill of the firm by Capitalization of Super Profit method if the goodwill is valued at 2 years purchase of Super Profit.

## UNIT – III

6. Write short note on :

- Divisible profit
  - Corporate dividend tax
  - Deferred tax liability
  - P & L Appropriation statement
7. Prepare in a summarized form the balance sheet of a company as per Schedule III of Company Act, 2013 by taking imaginary figures. Also explain the main items in brief.

## UNIT – IV

8. Discuss various types of banks and bank accounts in detail.
9. Explain in short, the following principles and term of insurance business :
- Principle of Indemnity
  - Insurable interest
  - Principle of "UBERRIMAE FIDEI"
  - Catastrophic Loss