

Student Enrolment No: _____

GALGOTIAS UNIVERSITY UTTAR PRADESH

School of Law

Back Paper Examination, August 2018

B.A.LL.B/BBA.LL.B/LL.B/ Year/ Semester:

Course Name: Advanced Accounting Principles

Time: 3 hrs

Course Code: BBLB 1022

Max Marks:100

Instructions:

1. Answer all sections and all questions.
2. No bare act or any external reading material is allowed

Section- A

(20 Marks)

- Q1.** Enlist the contents of prospectus. 5 Marks
- Q2.** Differentiate between Equity shares and Preference shares 5 Marks
- Q3.** Explain the concept of Minimum Subscription. Is there any prescribed limit for minimum subscription 5 Marks
- Q4.** Explain the concept of RTI in India. Does it help bring in transparency? Comment. 5 Marks

Section-B

(20 Marks)

- Q5.** From the following particulars, prepare Statement of profit and loss for the year ending March 2013 to calculate profit before Tax, as per the revised Schedule VI:

Particulars	Amount	Particulars	Amount
Plant and Machinery	1,60,000	Sales	10,00,000
Land	6,74,000	Bank overdraft	2,00,000
Depreciation on Plant and Machinery	16,000	10% debentures (opening)	1,00,000
Purchases (Adjusted)	4,00,000	Equity share capital	2,00,000
Closing stock	1,50,000	Preference share capital	1,00,000
Wages	1,20,000	@6%	
Salaries	80,000		
TOTAL	16,00,000	TOTAL	16,00,000

Section- C

(20 Marks)

- Q6.** Differentiate between secured and unsecured debentures. Which one is better from the point of view of investors. 10 Marks
- Q7.** Define Zero Rated Debentures by giving suitable example. 10 Marks

Section- D

(40 Marks)

Q8.	Rajesh singh holding 10 shares of Rs10 each of which Rs 2 on application Rs 3 on allotment but could not pay Rs 3 on first call. His shares were forfeited by the Directors. The Final call is not made as yet. Give Journal entries in the book of company.	20 Marks
Q9.	A Limited issued 5,000, 10% debentures of Rs 100 each, at a premium of Rs 10 per debenture payable as follows: On application Rs 25 On allotment Rs 45 (including premium) On first and final call Rs 40 The debentures were fully subscribed and all money was duly received. Record the necessary entries in the books of the company. Show how the amounts will appear in the balance sheet.	20 Marks
