

ADMISSION NUMBER									

School of Finance and Commerce

Bachelor of Commerce Honours
Semester End Examination - Nov 2023

Duration : 180 Minutes
Max Marks : 100

Sem V - H1UB501T - Corporate Accounting

General Instructions

Answer to the specific question asked

Draw neat, labelled diagrams wherever necessary

Approved data hand books are allowed subject to verification by the Invigilator

- 1) Write a short-notes on rights and privileges associated with preference shares. K1 (2)
- 2) What do you understand by “proceeds of fresh issue of shares”? K2 (4)
- 3) Enumerate the basic characteristics of debentures. K2 (6)
- 4) Explain the term “amalgamation” as per AS-14. K3 (9)
- 5) Discuss the “net assets method”. Demonstrate the relevant factors to be considered while determining purchase consideration. K3 (9)
- 6) Interpret the procedure for issue of sweat equity shares. K5 (10)
- 7) Analyze the process of forfeiture of shares (a) at par; (b) at a premium and (c) at a discount. K4 (12)
- 8) Interpret the procedure involved in redemption of partly paid-up preference shares. K5 (15)
- 9) M/s Leela Agro Ltd. has part of its share capital in 5,000 12% redeemable preference shares of Rs. 100 each. The general reserve of the company shows a credit balance of Rs. 6,00,000. The directors decided to utilize 70% of the reserve in redeeming the preference shares and the balance is to be met from the proceeds of the fresh issue of sufficient number of equity shares of Rs.10 each. Journalise the entries. K5 (15)
- 10) A Ltd, issued 10,000 equity shares of Rs. 10 each payable as under Rs. 2 on application Rs. 5 on allotment Rs. 3 on first and final call The public applied for 8,000 shares which are allotted. All the money due on shares was received except the first and final call on 100 shares. These shares were forfeited and reissued at Rs. 8 per share. Show the journal entries in the book of the company K6 (18)