



ADMISSION NUMBER

School of Finance and Commerce

Bachelor of Commerce Honours
Semester End Examination - Aug 2024

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

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| 1) | Identify what do you mean by “buy-back of shares”? | K1(2) |
| 2) | Discuss the concept of share buybacks and analyze the reasons why companies engage in this practice. | K2(4) |
| 3) | Enlist the various items of revenue profits that can be transferred to capital redemption reserve. | K2(6) |
| 4) | How will you ascertain capital redemption reserve? | K3(9) |
| 5) | Describe the process of recording and reporting revenue in corporate accounting. | K3(9) |
| 6) | "A debenture trustee safeguards the interest of the debentureholders". Justify their role in protecting the interests of debenture holders. | K5(10) |
| 7) | Analyze the various categories of issue of debentures and their redemption. | K4(12) |
| 8) | Interpret the process of issuing shares to the public through an Initial Public Offering (IPO). | K5(15) |
| 9) | Elaborate the possible methods of ascertaining profit or loss prior to incorporation. | K5(15) |
| 10) | Parul Ltd. proposed to purchase the business carried on by M/s Kashyap. Goodwill for this purpose is agreed to be valued at 3 year's purchase of the average profit of the past four years. The appropriate weights to be used are as follows: 2006: 1; 2007: 2; 2008: 3; 2009: 4. Profit for these years were: 2006: ` 50,000; 2007: ` 55,000; 2008: ` 60,000; 2009: ` 75,000 Compute the value of the goodwill of the firm. | K6(18) |