

S. B. B. Alias APPASAHEB JEDHE ARTS, COMMERCE & SCIENCE COLLEGE, PUNE 02.

TERM END EXAM. 2016 - 2017
SUB - CORPORATE ACCOUNTING

S.Y.B.Com.

Time - 2 hrs.

Marks - 60

- Instructions :** 1] All questions are compulsory.
2] Figures to the right side indicate full marks.
3] Use of Calculator is allowed.

Q.1

- A) Filling the Blanks. (Any Five) 5**
1. AS14 stands for _____
 2. Reserves are the amounts kept aside out of the _____
 3. Liquidation without intervention of the court is known as _____
 4. Loss due to earthquake is an example of _____ item
 5. Unclaimed dividend is a _____ liability.
 6. Debentureholders are _____ of a company.
 7. Share application Account is a _____
 8. Amount set aside to meet losses due to bad debts is a _____
- B) Whether the following statements are True or False. (Any Five) 5**
1. All Governments dues are treated as preferential creditors.
 2. By giving a security the loan is taken by company is called as interim Dividend.
 3. At the end of the year, dividend is paid by company, is called as interim Dividend.
 4. No Dividend is paid on calls in advance.
 5. Bonus Shares can be issued after making partly paid up shares as fully paid up.
 6. The person which is appointed by court to complete liquidation process is called as Liquidator.
 7. Which the amount paid to liquidators in liquidation is called as liquidation expenses.
 8. A Contributory can only be a present member of the liquidated company.
- C) Short Notes. (Any Three) 12**
1. Explain the Accounting Standard (AS) 14
 2. Explain the term MIS (Management Information System)
 3. Explain the Accounting Standard (AS) 6
 4. Explain the term Inventory Accounting.
 5. Explain the term Payroll Accounting.
 6. Explain the term AIS (Accounting Information System)

The following is the Balance Sheet of Sona Ltd. as at 31st March, 2016

Balance Sheet as at 31st March, 2016

Liabilities	₹	Assets	₹
Share Capital			
1500, 8% Preference Shares of Rs. 100 each	1,50,000	Land & Building	75,000
4500 equity shares of Rs. 100 each Rs. 50 paid up	2,25,000	Plant & Machinery	1,80,000
6% Debentures (having floating charge on all assets)	1,20,000	Furniture	30,000
Outstanding Debenture Interest	7,200	Fitting	15,000
Sundry Creditors (on mortgage of plant & machinery)	90,000	Moulds	1,50,000
Preferential Creditor	9,300	Stock	75,000
Unsecured Creditors	75,000	Debtors	37,500
		Cash in Hand	1,500
		Profit & Loss A/c	1,12,500
	6,76,500		6,76,500

The company went into voluntary liquidation as on the above balance sheet date. Preference dividend was in arrears for one year and as per the Articles of the companies. It was to be paid.

The Liquidator realised the assets as under.

Land and Building	1,50,000
Plant & Machinery	1,65,000
Moulds	1,27,500
Furniture	18,000
Stock	63,000
Debtors	31,500

Fittings were worthless.

The Liquidation expenses amounted to ₹ 8,190.

The Liquidator is entitled to a remuneration at 2% on the assets realised, 2% on the amount distributed to unsecured creditors and 10% on the amount returned to equity shareholders.

In addition to the above liabilities, the Liquidator had to pay ₹ 2,700 as repairs bill of Plant & Machinery.

The Liquidator made payments on 30th Sept. 2016.

Prepare Liquidator's Final Statement of Accounts.

- Q.3** Godavari Ltd. was registered with an authorized capital of ₹10,00,000 dividend into shares of ₹ 10 each of which 40,000 shares has been issued and fully paid up. You are required to prepare statement of profit and loss for the year ended 31st March, 2016 and Balance Sheet as on that date as per Revised Schedule VI. **22**

Trial Balance

Particulars	Debit Balance ₹	Credit Balance ₹
Opening Stock	1,86,420	--
Purchases	7,18,210	--
Sales	--	11,69,900
Sales Return	12,680	--
Purchase Return	--	9,850
Manufacturing Wages	1,09,740	--
Sundry Manufacturing Expenses	19,240	--
Carriage Inwards	4,910	--
18% Bank Loan (Secured)	--	50,000
Interest on Bank Loan	4,500	--
Office Salaries and Expenses	17,870	--
Auditors Fees	8,600	--
Directors Remuneration	26,250	--
Preliminary Expenses	6,000	--
Freehold Premises	1,64,210	--
Plant & Machinery	1,28,400	--
Furniture	5,000	--
Loose Tools	12,500	--
Debtors	1,05,400	--
Creditors	--	62,220
Cash in Hand	19,530	--
Cash at Bank	96,860	--
Loan & Advance	84,290	--
Profit and Loss A/c (1-4-2015)	--	38,640
Share Capital	--	4,00,000
Total ₹	17,30,610	17,30,610

Additional Information

1. On 31st March, 2016, outstanding Manufacturing Wages and Outstanding Office Salaries Stood at ₹ 1,980 and ₹ 1,200 respectively.
2. On 31st March, 2016, stock was valued at ₹1,21,840 and Loose Tools ₹10,000
3. Provide interest on Bank Loan for 6 months.
4. Depreciation on Plant and Machinery is to be provided at 15% while on office furniture at 10%
5. Write off 1/3 balance of preliminary expenses.
6. Make a provision of Income Tax at 50%
7. The directors recommended a dividend at 15% for the year ended 31st March, 2016.
8. Transfer 5% of net profits to General Reserve after the provision of taxation.