

MAY 2013

Roll No.

Total No. of Pages : 2

Total No. of Questions : 09

BBA (Sem.-2) (2012 Batch)
CORPORATE ACCOUNTING
Subject Code : BBA-204
Paper ID : [C0243]

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTION TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTIONS-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying TEN marks each and student has to attempt any ONE question from each Subsection.

SECTION-A**1. Write short notes on :**

- (i) Final dividend
- (ii) Schedule VI to the Companies Act 1956
- (iii) Contingent liabilities
- (iv) Forfeiture of shares
- (v) Preliminary expenses
- (vi) Pro Rata Allotment
- (vii) Amalgamation
- (viii) Internal Reconstruction
- (ix) Voluntary disclosure in financial reporting
- (x) Role of computers in accounting

SECTION-B**UNIT-I**

2. Explain 'Issue of shares at a premium'. State the legal provisions for utilization of securities premium. Also explain the issue of shares at a discount.
3. A limited company invites applications for the 50,000 equity shares of Rs. 10 each payable as follows; on application Rs. 3, on allotment Rs. 4, on first call Rs. 2 and on final call the balance. Applications were received for 55,000 shares and allotments were made on the following basis :
 - (i) To applicants for 35,000 shares in full.
 - (ii) To applicants for 20,000 shares - 15,000 shares.

Excess money paid on application was utilized towards allotment money. A shareholder who was allotted 1,500 shares out of the group applying for 20,000 shares failed to pay the allotment money and money due on calls. These shares were forfeited. 1,000 forfeited shares were reissued as fully paid on receipt of Rs. 8 per share. Show the journal entries in the books of company.

UNIT-II

4. What are different types of Dividend and what conditions are to be satisfied before declaring dividend? Also explain the accounting treatment of dividends.
5. Explain with example the vertical and horizontal formats of a company's balance sheet according to schedule VI, Part I section 211 of the Companies Act 1956 and Profit and loss Account.

UNIT-III

6. How do you distinguish between holding company and subsidiary company? How the valuation of goodwill and shares is done?
7. What do you mean by Amalgamation? Explain the accounting entries in the books of transferor and transferee company.

UNIT-IV

8. What are the benefits of computerized accounting? Explain its role in bringing transparency and accuracy in accounting records.
9. Write the features of financial reporting in case of merchant bankers.