

FACULTY OF COMMERCE

B.Com (CBCS) (III-Semester) Examination, July 2021

(Common Paper for General / Computer Applications / Advertising / Foreign Trade / Tax Procedure / and Honours Courses)

Subject : Advanced Accounting

Paper Code DSC - 301

Time : 2 Hours

Max Marks : 80

Part-A

Note: Answer the following any Four Question

(4X5=20 MARKS)

- X, Y, Z are partners sharing profit and losses in the ratio of 5:3:2. They admit 'A' in to partnership and give him 1/5 share of profits. Find out New Profit sharing Ratio.
- Fixed Capital Method
- Garner Vs Murray case
- Green Limited issued 4,00,000 shares of Rs 10 each at a premium of Rs. 2.00. All the amount should be paid an application. 3,00,000 applications were received and fully allotted. Write the Journal entry
- Under writing
- Distinguish between share, forfeiture and share surrender.
- The Profits of the last - 5 Yrs were 1- Rs 30,000; 2- Rs 36,000; 3-Rs (14000) 4-20,000; 5-Rs 8,000 Calculate the goodwill at 2years Average profits of the last 5 years.
- From the following information calculate fair value of share
Asset - Backing Method Fully paid share - 180, partly paid share value - 165 fully paid value share - 152, Partly paid share value-102

Part-D

Note : Answer the following any Four Question.

(4X15=60 MARKS)

- The following was the Balance sheet of Raju and Ravi who were sharing profits in the ratio of 3:2. On 31st Dec 2018.

Balance Sheet as on 31st December 2018

Liabilities	Amount (Rs)	Assets	Amount (Rs)
General Reserve	30,000	Cash at bank	15,000
Creditors	70,000	Debtors	10,000
Raju's Capital	30,000	Stock	20,000
Ravi's Capital	20,000	Plant and Machinery	55,000
		Buildings	50,000
	1,50,000		1,50,000

They agreed to admit Vijay in to partnership on the following terms.

- Vijay was to be given 1/3rd share in profits and was to bring Rs. 25,000 as Capital and Rs. 15,000 as his share of Goodwill.
 - The value of Stock and plant were to be reduced by 10%
 - Create 5% provision for doubtful debts on debtors.
 - The Building Account was appreciated by 20%
 - That the Goodwill amount was to be withdrawn by the old partners. You are required to prepare to Revaluation account capital Accounts and Balance sheet of the firm.
- 10 Explain the valuation of Goodwill at the time of Retirement of a partner.
11. X and Y were in partnership and agreed to dissolve. The assets realized Rs. 30,000. The Liabilities were as follows: Sundry Creditors Rs. 45,000 Loan from X Rs. 20,000; X's capital Rs. 10,000. Y's Capital Rs. 15,000. They shared profits in the ratio of 2:1. Show the had per Accounts and show how the cash realized should be distributed

12. The following was Balance sheet of P, Q, R, S as on 31st December 2017

Balance sheet 31st December 2017.

Liabilities	Amount Rs.	Assets	Amount Rs.
Creditors	38,000	Cash at Bank	6,000
Capital A/c's		Sundry assets	45,000
P 20,000	30,000	R's Capital	12,000
Q 10,000		S's Capital	5,000
	68,000		68,000

The Assets realized: Sundry Assets Rs. 55,000; Goodwill Rs. 10,000; Realization Expenses Rs. 2,000; 'R' has become insolvent and nothing was realized from his private estate show capital A/c's of partners.

13. Explain the procedure for issue of Debentures along with conditions of redemption
14. A limited issued 5000 Equity shares of Rs. 10 each at a premium of Rs 2.00 per share payable as follows.
On Application Rs. 2.00
On Allotment Rs. 5.00 (including premium)
On First call Rs. 3.00 and balance on final call. The shares were all subscribed and amount received on calls Except The first call on 1,000 shares and final call on 1500 shares give journal entries and prepare its opening balance sheet.
15. From the following information prepare the Balance sheet of Shiva Co. Ltd as on 31st March 2019.

Particulars	Amount (Rs)	Particulars	Amount (Rs)
Share capital	20,00,000	Share Premium	2,37,500
Debentures	5,00,000	Goodwill	25,000
Trade Payables	6,72,500	Gen. Reserve	10,25,000
Cash and Bank Balance	1,37,500	Investments	1,12,600
Advances	1,86,000	Loss for the year	1,79,000
Advance payment of Income Tax	27,500	Trade receivables	6,12,500
Provision for Taxation	85,000	Provision for Doubtful debts	10,100
Closing stock	5,75,000	Fixed Assets	26,75,000

16. Explain how sales Ratio and weighted time ratios are calculated Give examples.
17. Explain the methods of Valuation of Goodwill
18. From the following particulars calculate the value of Equity share.
1,000 9% Preference shares of Rs. 100 each Rs. 1,00,000 20,000 Equity shares of Rs.10 each Rs. 8 per share called up and paid up Rs. 1,60,000.
Expected profit per year before tax Rs. 2,00,000
Rate of Tax 40%
Transfer to General reserve every year 20% of profit Normal rate of Earnings 15%