

S.Y.B.COM. SEM – III (2014 Course) : WINTER - 2018

SUBJECT: CORPORATE ACCOUNTING-I

Day: Tuesday
Date: 09/10/2018

W-2018-0344

Time: 12.00 NOON TO 02.00 PM
Max. Marks: 40

N.B:

- 1) Question no. 1 is **COMPULSORY**. Attempt **ANY TWO** questions from the remaining.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable calculator is **ALLOWED**.

- Q.1 A)** From the following trial balance of Vividha Ltd. prepare Profit and Loss (15) Account for the year ended 31st March 2018 and Balance Sheet as on that date as per the requirements of the Companies Act.

Particulars	Debit Rs.	Credit Rs.
Share Capital:		
1000, 8% Preference Shares of Rs. 100 each		1,00,000
2500 Equity Shares of Rs. 100 each		2,50,000
General Reserve		10,000
Opening Stock	85,000	
Sundry Debtors	80,000	
Sundry Creditors		43,000
Bills Receivable	12,000	
Profit and Loss A/c		6,000
Business Premises	1,00,000	
Plant and Machinery	80,000	
Furniture	23,000	
Investments	25,000	
Cash in Hand	2,500	
Cash at Bank	1,22,600	
Interest Paid	5,200	
Purchases	23,25,000	
Sales		4,30,000
Carriage Inward	4,000	
Manufacturing Wages	30,000	
Bad debts	1,100	
Salaries	7,000	
Depreciation on assets	25,000	
Office expenses	4,700	
Preliminary Expenses	8,000	
Bills Payable		1,100
Total	8,40,100	8,40,100

Adjustments:

1. Closing Stock was valued at Rs. 80,000 at cost and Rs. 85,000 at market price.
2. Outstanding salaries were Rs. 1,500 and office expenses were paid in advance amounted to Rs. 700.
3. Provide Rs. 10,000 for taxation.
4. Write off half of preliminary expenses.
5. Goods worth Rs. 5,000 were sold as on 31/3/2018 and delivered to the customers, but were not recorded in Sales Book.
6. Directors decided to
 - i) Propose the dividend on preference shares and 10% dividend on equity shares.
 - ii) Transfer Rs. 3,000 to General Reserve.

P.T.O.

- B) Write short notes on **ANY ONE** of the following: (05)
- Types of preference shares
 - Types of share capital
 - Forfeiture of shares

Q.2 Maharashtra Transport Company Ltd., invited applications for 40,000 Equity Shares of Rs. 100 each at discount of Rs. 4 Per share. The amount was to be paid as follows: (10)

	Rs.
On application	20
On allotment	36
On first & final call	40

The public applied for 36,000 shares and these were allotted. All money due were collected with the exception of the first & final call on 4,000 shares and these were forfeited. 2,000 of these shares were reissued as fully paid for a payment of Rs. 80 per share.

Make entries in the journal of company.

Q.3 Ashok Industries Ltd. Was formed on 1/4/2017 to taken over Business Partnership as from 1/1/2017. The following is Profit & Loss A/c of the Company for the year ending 2017. (10)

Particulars	Rs.	Particulars	Rs.
To Salary	6,000	By Gross Profit	60,000
To Printing & Stationery	2,000		
To Bad Debts	6,000		
To depreciation	12,000		
To Preliminary Expenses	3,000		
To Interest to Vendors (upto 31/5/2017)	2,500		
To Provision for Bad Debts	8,000		
To Advertising	5,000		
To Net Profit	15,500		
	60,000		60,000

Out of Bad Debts Rs. 1,500 related to the Debtors taken over from partnership. The sales for the period upto 1/4/2017 were 2/3 of the sales for remaining period. The salary was evenly paid throughout the year. Compute the Profit & Loss made by the Company prior to and after incorporation.

Q.4

The Balance Sheet of M/s Vidisha Ltd. as at 31/3/2017 was as follows:

(10)

Balance Sheet as on 31/3/2017

	Schedule No.	Rs.
(I) SOURCES OF FUNDS		
Equity shares of Rs. 100		10,00,000
7% Preference Shares of Rs. 100 each		6,00,000
Share Premium		1,00,000
Capital Reserve		2,00,000
Profit and Loss A/c		4,00,000
6% Debentures		6,00,000
Creditors		3,00,000
Total:		32,00,000
(II) APPLICATIONS OF FUNDS		
Fixed Assets		16,00,000
Investments		2,00,000
Bank		4,00,000
Other Current Assets		10,00,000
Total:		32,00,000

In order to facilitate the redemption of preference shares at par, the company decided:

i) To issue 4,000 equity shares of Rs. 100 each at a premium of 10% which were fully subscribed?

ii) To sale investments for Rs. 1,80,000

You are required to pass necessary journal entries in the books of M/s Vidisha Ltd.

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