

MASTER OF COMMERCE (CBCS - 2018 COURSE)
M.Com. Sem-III : WINTER- 2022
SUBJECT : ADVANCED ACCOUNTING-V

Day : Tuesday

Time : 10:00 AM-01:00 PM

Date : 3/1/2023

W-18537-2022

Max. Marks : 60

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable **CALCULATOR** is allowed.

Q.1 Following is the summarized Balance sheet of Radha Ltd., as at 31st March, 2017. **[16]**

Liabilities	₹	Assets	₹
5,000 Equity Shares of ₹ 100 each	5,00,000	Machinery	2,40,000
Share Premium	1,00,000	Furniture	1,00,000
General Reserve	2,39,400	Stock	6,20,000
Profit and Loss A/c	1,57,600	Debtors	2,06,000
Sundry Creditors	4,09,400	Cash in Hand	3,400
Provision for taxation	1,97,000	Cash at Bank	4,34,000
Total	16,03,400	Total	16,03,400

The company transfers 20% of its profits (after tax) to General Reserve. Net profits before taxation of the last three years have been as follows:

- a) Year ended 31st March, 2015 ₹ 3,35,000.
- b) Year ended 31st March, 2016 ₹ 3,66,000.
- c) Year ended 31st March, 2017 ₹ 3,94,000.
- d) Machinery is valued at ₹ 3,20,000.
- e) Average yield in this type of business is 20%. The rate of tax is 50%.
Calculate the value of one equity share on the basis of:
 - i) Intrinsic worth
 - ii) Yield worth

OR

- a) What is 'Goodwill'? In which circumstances Goodwill is to be valued? **[08]**
- b) Discuss super profit method of valuation of goodwill. **[08]**

Q.2 The following particulars are available: **[16]**

Particulars	₹
Capital Invested	50,000
Trading Results:	
2014	12,200
2015	15,000
2016	2,000 (loss)
2017	21,000
Market rate of Interest on Investments	8%
Rate of risk return on Capital Invested in business	2%
Remuneration of the proprietor from alternative employment (If not engaged in business) per annum	3,600

You are required to compute the value of goodwill on the basis of three years' purchase of the super profits of the business calculated on the average profits of the last four years.

OR

- a) Explain meaning and nature of Environmental Accounting. **[08]**
- b) Explain importance of Environmental Accounting. **[08]**

P.T.O.

- Q.3** Krishna Ltd., maintained his account on Single Entry System. His balances [16]
for the year ended 31st March, 2018 and 31st March, 2019 were as follows:

Particulars	31.03.2018	31.03.2019
Bills Receivable	2,000	1,200
Stock	3,950	4,400
Creditors	4,700	4,175
Cash	1,954	981
Bills Payable	1,736	2,525
Debtors	4,680	4,178
Furniture	1,000	1,000

From his Cash Book for the year 2018-2019 following information is available:

Particulars	₹
Wages	450
Bills Payable	1,500
Bills Receivable	2,150
Miscellaneous Expenses	350
Salary	400
Investment Purchased	500
Sales	600
Purchases	300
Received from Debtors	1,225
Paid to Creditors	712
Miscellaneous Income	15
Drawings	750

OR

- a) What are the objectives of accounting for government grants? [08]
- b) What do you mean by human resource accounting? [08]
- Q.4** Write short notes on **ANY THREE** of the following: [12]
- a) Utility of economic value added
- b) Valuation of intangible assets
- c) Functions of Treasury
- d) Valued added statement
- e) Accounting for educational institutions

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