



Shiksha Mandal, Wardha's
G. S. College of Commerce & Economics, Nagpur

An Autonomous Institution

(Affiliated to Rashtrasant Tukadoji Maharaj Nagpur University)

First Semester Master of Commerce Examination (CBCS)

ADVANCED FINANCIAL ACCOUNTING

(MCC 1.1)

Time: 3 Hours

Maximum Marks: 80

Note: All Questions are compulsory.

- Q.1 A) Two companies named as 'P' Co. & 'E' Co. Ltd. carrying on similar business decide to amalgamate. A new company called Pee Ltd. being formed to take over the assets and liabilities of each. The following are the respective Balance Sheets showing the value of assets as agreed in the contract. The purchase consideration is to be discharged by issuing shares of new company @ ₹ 50 each. 10

Balance Sheet

Liabilities	P Ltd.	E Ltd.	Assets	P Ltd.	E Ltd.
Shares of ₹ 100 each	2,50,000	2,00,000	Property	95,000	75,000
Reserve fund	-	50,000	Machinery	90,000	1,00,000
P & L A/C	-	10,000	Stock	75,000	45,000
Creditors	41,000	30,000	Debtors	-	35,000
			Cash at bank	11,000	35,000
			P & L A/C	20,000	-
	2,91,000	2,90,000		2,91,000	2,90,000

Give opening entries in the books of Pee Ltd. & also prepare Balance Sheet.

OR

- B) The position of two companies is as follows:

Aman Co. Ltd.

Balance Sheet as on 1st April 09

Equity Share capital of ₹ 10 each	2,50,000	Goodwill	50,000
12.5% Debentures of ₹ 100 each	50,000	Land & Building	50,000
Creditors	1,50,000	Plant & Machinery	1,00,000
		Sundry Debtors	1,00,000
		Stock	75,000
		P & L A/c	75,000
	4,50,000		4,50,000

Balance Sheet of Boman Ltd.

Equity Share Capital of ₹ 10 each	3,50,000	Goodwill	1,75,000
Profit & loss A/c	75,000	Land & Building	1,00,000
Sundry Creditors	1,00,000	Plant & Machinery	1,50,000
		Sundry Debtors	30,000
		Stock	20,000
		Cash at Bank	50,000
	5,25,000		5,25,000

Boman Ltd. agreed to absorb Aman Ltd. upon the following terms:

1. The shares of Aman Co. Ltd. are to be considered worth ₹ 6 each of which the shareholders are to be paid one – quarter in cash & the balance in shares of Boman Co. Ltd.
2. Show Journal entries in the books of Aman Co. Ltd.

Q.2 A) 'Not so Good' Co. Ltd. decided to wind up its business for the purpose of reconstruction and sold its business to 'Good Luck Co. Ltd'.

Liabilities	₹	Assets	₹
Equity Share Capital (₹10 each)	10,00,000	Land & Building	4,50,000
Sundry Creditors	30,000	Plant & Machinery	2,40,000
Bills payable	20,000	Debtors	1,00,000
		Cash at Bank	50,000
		P & L A/c	2,00,000
		Stock	10,000
	10,50,000		10,50,000

The scheme of external reconstruction was executed as under:

1. New company will take over all assets of 'Not So Good Co. Ltd'.
2. Total sum of ₹ 8,00,000 purchase consideration to be discharged as under:
₹ 7,00,000 by issuing 1,40,000 equity shares @ ₹10 each but paid up ₹ 5 each and ₹ 1,00,000 in terms of cash.
3. The expenses of external reconstruction amounted to ₹ 3,000 and contingent liabilities settled at ₹ 2,000 paid by vendor co.

Show necessary journal entries in the books of 'Good Luck Co. Ltd.' & Opening Balance Sheet.

OR

B) Balance Sheet as on 31/3/09

Liabilities	₹	Assets	₹
5000 Cumulative Preference Shares of ₹ 100 each	5,00,000	Goodwill	60,000
100000 Equity Shares of ₹ 10 each	10,00,000	Land & Building	5,40,000
Bills Payable	55,000	Plant & Machinery	4,00,000
Sundry Creditors	3,00,000	Stock	70,000
		Debtors	1,30,000
		Cash at Bank	35,000
		Preliminary Expenses	20,000
		P & L A/c	6,00,000
	18,55,000		18,55,000

Arrears of preference dividend ₹ 1,00,000.

The scheme of internal reconstruction has been agreed by all and approved by court as follows:

1. The existing cumulative preference shares of ₹ 100 each are to be converted into 14% redeemable preference shares of ₹ 60 each.
2. Arrears of preference dividend are to be cancelled.
3. Equity shares are to be reduced to ₹ 5 per share.

4. Plant is to be written off by ₹ 20,000 as well as all intangible assets.

Prepare Reconstruction A/c & Revised Balance Sheet.

Q.3 A) 'A' Ltd. acquired 2000 equity shares of ₹ 100 each in 'B' Ltd. on 1st Jan 2010. On that date 10

'B' Ltd. had a credit balance of ₹ 50,000 in reserves & ₹ 20,000 in P & L A/c.

'B' Ltd. issued bonus shares in the ratio of one for every five shares held out of the profit earned during 2010. This is not shown in the below Balance Sheet of 'B' Ltd.

Prepare consolidated Balance Sheet of 'A' Ltd. The summarized Balance Sheets of two companies are as under:

Liabilities	A Ltd. (₹)	B Ltd. (₹)	Assets	A Ltd. (₹)	B Ltd. (₹)
Share Capital (of ₹ 100 each)	8,00,000	2,50,000	Fixed Assets	7,00,000	2,50,000
Reserves	3,00,000	50,000	Current Assets	4,00,000	2,00,000
Profit & Loss A/c	1,00,000	1,00,000	2000 shares in 'B'	3,00,000	-
Creditors	2,00,000	50,000			
	14,00,000	4,50,000		14,00,000	4,50,000

OR

B) From the following Balance Sheet & additional information prepare consolidated Balance Sheet of 'S' & 'T' Ltd. as on 31st March 2010:

1. Date of Acquisition 1/7/09
2. The Balance on Profit & Loss A/c of 'T' Ltd. as on 1/4/09 was ₹ 6,000 (Cr) & on reserve ₹ 15,000
3. The B/P of 'T' Ltd. were all issued in favour of 'S' Ltd. of which company got bills discounted.
4. The stock of 'T' Ltd. included goods worth ₹ 2,400 which were supplied by 'S' Ltd. at a profit of 25% on cost.

Balance Sheet As on 31.3.2010

Liabilities	S Ltd	T Ltd	Assets	S Ltd	T Ltd
Share Capital (of ₹ 100 each)	1,50,000	60,000	Goodwill	12,000	9,000
General Res.	30,000	18,000	Land & Bldg.	37,500	30,000
P & L A/c	42,000	27,000	Plant & Mach.	60,000	33,000
B/P	-	12,000	Furniture	10,500	3,000
Creditors	27,000	21,000	Investments (450 Shares)	72,000	-
			Stock	30,000	27,000
			Debtors	9,000	28,500
			Cash at Bank	18,000	7,500
	2,49,000	1,38,000		2,49,000	1,38,000

Q.4 A) A company Ltd. trades in TV on hire purchase system which furnishes the following 10 information for the year ended on 31-3-2012:

	Particulars	Amount (₹)
1-4-2011	Stock in shop	10,000
	Installment due	6,000

	Stock out with customer on H.P.	80,000
31-3-2012	Stock in Shop	14,000
	Installment Due	10,000
	Stock out with customer at H.P. price	92,000
	Cash received during the year	1,60,000

The company makes a gross profit of $\frac{1}{4}$ th on selling price.

Prepare necessary ledger A/c's in the books of vendor.

OR

B) Maruti Transport Ltd. purchased from Suzuki Motors Ltd. 3 trucks costing ₹ 75,000/- each on the HP system. Payment was to be made ₹ 45,000/- down and the remainder was payable in 3 equal installments together with interest @ 9% p.a. at the end of each year. Maruti Transport writes off depreciation @ 20% p.a. It paid the installment due at the end of 1st year, but could not pay the next. Hence, the trucks were seized by vendor. After negotiations Suzuki Motors has allowed Maruti Transport to retain one truck. For the purpose of repossession these two trucks were valued at after charging 30% depreciation by W.D.V. annually.

Maruti Transport Ltd. charges depreciation on W.D.V.

Prepare truck A/c & Suzuki Motors Ltd in the books of Maruti Transport Ltd.

- Q.5 Answer the following questions in about 75-100 words: (Any Two) 08
- Explain various features of Absorption.
 - Explain characteristics of Amalgamation.
 - Explain objectives of IFRS.
- Q.6 Answer the following questions in about 75-100 words: (Any Two) 08
- Explain features of Inflation.
 - Distinguish between Operating & Financing lease.
 - Explain the term Reconstruction.
- Q.7 Answer the following questions in about 75-100 words: (Any Two) 08
- Explain features of holding company.
 - Explain the term minority interest & how it is calculated.
 - Explain merits of holding company.
- Q.8 Answer the following questions in about 75-100 words: (Any Two) 08
- Distinguish between Hire Purchase & Installment System.
 - Explain features of Installment System.
 - What do you mean by repossession of Goods?
- Q.9 Answer the following questions in three to four sentences: 08
- Write the name of any two IFRS.
 - Explain meaning of Social Accounting.
 - Write the meaning of Subsidiary Company.
 - What do you mean by term hirer?



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मराठी माध्यम

सुचना: १. सर्व प्रश्न अनिवार्य आहेत.

२. प्रश्न क्र. १, २, ३ आणि ४ इंग्रजी माध्यमानुसार.

- प्रश्न ५. खालील प्रश्नांचे उत्तर ७५ - १०० शब्दात लिहा. (कोणतेही दोन) 08
 अ) विलीनीकरणाचे विभिन्न वैशिष्ट्ये स्पष्ट करा.
 ब) संमिश्रणाचे वैशिष्ट्ये स्पष्ट करा.
 क) IFRS चे उद्दिष्टे (Objectives) स्पष्ट करा.
- प्रश्न ६. खालील प्रश्नांचे उत्तर ७५ - १०० शब्दात लिहा. (कोणतेही दोन) 08
 अ) मुद्रास्फिती लेखांकनाचे वैशिष्ट्ये लिहा.
 ब) परिचालन पट्टा आणि वित्तीय पट्टा मधील अंतर स्पष्ट करा.
 क) पुर्नसंगठन ह्या संकल्पनेला स्पष्ट करा.
- प्रश्न ७. खालील प्रश्नांचे उत्तर ७५ - १०० शब्दात लिहा. (कोणतेही दोन) 08
 अ) सूत्रधारी कंपनीचे वैशिष्ट्ये लिहा.
 ब) अल्पसंख्यांक हिताचे अर्थ एवं गणना कशी करतात स्पष्ट करा.
 क) सूत्रधारी कंपनीचे गुण स्पष्ट करा.
- प्रश्न ८. खालील प्रश्नांचे उत्तर ७५ - १०० शब्दात लिहा. (कोणतेही दोन) 08
 अ) क्रय विक्रय पद्धती आणि हफ्तेवारी पद्धती मधील अंतर स्पष्ट करा.
 ब) हफ्तेवारी पद्धतीचे वैशिष्ट्ये स्पष्ट करा.
 क) संपत्तीची पुर्नप्राप्ती पासून आपणास काय बोध होतो?
- प्रश्न ९. खालील प्रश्नांचे उत्तर ३ - ४ वाक्यांत लिहा. 08
 अ) कोणतेही दोन IFRS चे नाव लिहा.
 ब) सामाजिक लेखांकनाचे अर्थ लिहा.
 क) सहाय्यक कंपनीचे अर्थ लिहा.
 ड) क्रेता म्हणजे काय?

Roll No.:

GSCN/W-2019/SEM-I/MCC1.1

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हिंदी माध्यम

सुचना: १. सभी प्रश्न हल करना अनिवार्य हैं।

२. प्रश्न क्र. १,२,३, एवं ४ अंग्रेजी माध्यमानुसार।

- प्रश्न ५. निम्नलिखित प्रश्नों के उत्तर ७५ से १०० शब्दों में लिखिए: (कोई भी दो) 08
अ) विलीनीकरण की विभिन्न विशेषताएँ स्पष्ट किजिए।
ब) समामेलन की विशेषताएँ लिखिए।
क) IFRS के उद्देश्य (Objectives) स्पष्ट किजिए।
- प्रश्न ६. निम्नलिखित प्रश्नों के उत्तर ७५ से १०० शब्दों में लिखिए: (कोई भी दो) 08
अ) स्फीति लेखांकन की विशेषताएँ स्पष्ट किजिए।
ब) परिचालन पट्टा एवं वित्तीय पट्टा में अंतर स्पष्ट किजिए।
क) पुनर्संगठन इस संकल्पना को स्पष्ट किजिए।
- प्रश्न ७. निम्नलिखित प्रश्नों के उत्तर ७५ से १०० शब्दों में लिखिए: (कोई भी दो) 08
अ) सुत्रधारी कंपनी की विशेषताएँ लिखिए।
ब) अल्पसंख्यक हित का अर्थ एवं गणना कैसे की जाती है? स्पष्ट किजिए।
क) सुत्रधारी कंपनी के लाभ स्पष्ट किजिए।
- प्रश्न ८. निम्नलिखित प्रश्नों के उत्तर ७५ से १०० शब्दों में लिखिए: (कोई भी दो) 08
अ) क्रय - विक्रय पद्धति एवं प्रभाग पद्धति में अंतर स्पष्ट किजिए।
ब) प्रभाग पद्धति की विशेषताएँ स्पष्ट किजिए।
क) संपत्ति के पुनःअधिकरण से आप क्या समझते हैं?
- प्रश्न ९. निम्नलिखित प्रश्नों के उत्तर तीन से चार पंक्तियों में लिखिए 08
अ) किसी दो IFRS के नाम लिखिए।
ब) सामाजिक लेखांकन का अर्थ स्पष्ट किजिए।
क) सहायक कंपनी का अर्थ लिखिए।
ड) क्रेता इस शब्द से क्या आशय है?
