

QP CODE: 22002469



22002469

Reg No :

Name :

M.COM DEGREE (CSS) EXAMINATION , NOVEMBER 2022

Second Semester

CORE - CM010201 - ADVANCED CORPORATE ACCOUNTING

M.COM FINANCE AND TAXATION, M.COM FINANCE AND TAXATION (SF), M.COM MANAGEMENT AND INFORMATION TECHNOLOGY (SF), M.COM MARKETING AND INTERNATIONAL BUSINESS (SF)

2019 Admission Onwards

DF1CB843

Time: 3 Hours

Weightage

Part A (Short Answer Questions)

Answer any **eight** questions.

Weight **1** each.

1. What is Interim Dividend?
2. What is Internal Contingent Liability?
3. What do you mean by Double Account System?
4. Explain the functions of Insolvency Professional Agencies.
5. What is interim moratorium as per Insolvency and Bankruptcy Code 2016?
6. What do you understand by contributory?
7. What do you mean by fraudulent preference?
8. What is the position of Preference shareholders with regard to the surplus from assets realised at the time of liquidation.?
9. What is voyage in progress? How it is calculated?
10. Name the different basis of charging room rates.

(8×1=8 weight)

Part B (Short Essay/Problems)

Answer any **six** questions.

Weight **2** each.

11. What are the advantages of holding company?
12. State the disadvantages of consolidated financial statements of accounts.
13. How will you compute reasonable return under the Electricity (Supply) Act, 1948?
14. *The Indian Gas Company rebuilt their works with double the capacity at a cost of Rs. 10,00,000. The cost of the part of old works was Rs. 4,00,000 working the new works, old material of Rs. 20,000 was reused and material worth Rs.30,000 was sold away. The costs of labour and material are higher now than when the old works were built. Pass necessary journal entries after making necessary calculations.*
15. Explain the procedure of application by creditors to initiate insolvency resolution process
16. Calculate interest payable to debenture holders from the following information assuming the liquidated company has sufficient cash to pay off all outside liabilities
8% Debentures 1
Date of Liquidation of company 31
Date of repayment of debentures 30
Date upto which interest on debentures paid so far 30





17. What is the position of preferential creditors with regard to the distribution of amount realised from assets not specially pledged in the event of winding up?
18. Distinguish between marked and unmarked applications

(6×2=12 weight)

Part C (Essay Type Questions)

Answer any **two** questions.

Weight **5** each.

19. Explain in detail the following terms related with Holding company accounts
- Treatment of fictitious assets
 - Treatment of unrealised profit
 - Treatment of contingent liabilities
20. Durgapur Electricity Ltd., earned a clear profit of Rs. 17,40,000 during the year ended 31st March 2016 after charging interest on debentures amounting to Rs. 45,000 @7.5%. You are required to show the disposal of profits assuming bank rate @6 % with the help of the following data.

	Rs.
Fixed Assets (tangible) at cost	2,50,00,000
Preliminary Expenses	5,00,000
Monthly Average of Current Assets (including amount due from customers Rs. 6,00,000)	36,00,000
Reserve Fund (represented by 6% Govt. securities)	40,00,000
Total Depreciation written off	77,00,000
Loan from State Electricity Board	50,00,000
Contingency Reserve Investment	10,00,000
Security Deposits from Customers	5,00,000
Development Reserve	5,00,000
Tariffs & Dividend Control Reserve	2,00,000

21. Shri Govind is appointed as liquidator of a company in voluntary liquidation on July 1st 2018 and the following balances are extracted from the books on that

Liabilities	Rs	Assets	Rs
16000, Equity shares of Rs5 each	80,000	Machinery	30,000
Reserve for bad debts	10,000	Leasehold properties	40,000
Debentures	50,000	Stock	1,000
Bank overdraft	18,000	Book debts	60,000
Liability for purchases	20,000	Investments	6,000
		Calls in arrears	5,000
		Cash in hand	1,000
		Surplus account	35,000
	1,78,000		1,78,000

Prepare statement of affairs to be submitted to the meetings of the creditors. The machinery is valued at Rs 60000. The leasehold properties at Rs 73,000, Investments at Rs4,000, Stock at Rs2,000 ,Bad debts are Rs2,000, Doubtful debts are Rs 4,000 estimated to realise Rs.2,000. The bank overdraft is secured by deposit of title deeds of leasehold properties. Preferential creditors for taxes and wages Rs1,000. Telephone rent owing is Rs80

22. How will you control the operating cost of a hotel?

(2×5=10 weight)

