

IMBA_BI/IB/APR Semester-4 Examination

Company Accounts (CA)

Time : 2-30 Hours]

April-2023

[Max. Marks : 70

- Instructions :** (1) This paper contains **FIVE** questions.
 (2) All questions are compulsory.
 (3) Question No. **2, 3, 4** have internal options.
 (4) Figures in the right side in parenthesis indicate marks.

Q:1 Mr. Shah is working as a forensic accountant in Reliance Pvt Ltd. Discuss the various duties to be performed by him in the company in detail. Also explain the meaning of forensic accounting. (14)

Q:2 Following is the trial balance of Aakash Limited as on 31-3-22: (14)
Trial balance as on 31-3-22

Balances	Debit	Credit
Equity share capital	-	16,20,000
Office and sales expenses	1,62,000	-
Purchase	28,75,000	-
10% debenture	-	8,10,000
Sales	-	64,80,000
Software	8,10,000	-
Wages	1,62,000	-
Debenture interest	81,000	-
Salary	20,25,000	-
Bank overdraft	-	97,200
Land – building	15,39,000	-
Opening stock	2,43,000	-
Commission received	-	1,05,300
Debtors	12,15,000	-
Total	91,12,500	91,12,500

Additional information: (i) Closing stock ₹2,83,500.

(ii) Make provision for tax at 50% of net profit.

From the above information, prepare final accounts as per Schedule - III of Companies Act, 2013.

OR

Q:2 Following is the trial balance of Dinky Limited as on 31-3-22:

(14)

Trial balance as on 31-3-22

Particulars	Debit	Credit
1,25,000 equity shares of Rs. 10 each	-	12,50,000
Purchase	10,00,000	-
Sales	-	18,75,000
Fixed assets - tangible	20,00,000	-
Units of mutual fund (For less than 12 months)	2,75,000	-
Profit on sale of asset	-	50,000
Employees' benefit expenses	3,25,000	-
Long term borrowings	-	8,75,000
Trade receivables	1,00,000	-
Finance costs	43,750	-
Trade payables	-	2,50,000
Non current investments	3,50,000	-
Cash and cash equivalents	1,50,000	-
Depreciation	56,250	-
Total	43,00,000	43,00,000

Additional information: Make provision for tax ₹2,00,000.

From the above information, prepare final accounts as per Schedule - III of Companies Act, 2013.

Q:3 Shiv Ltd. and Shakti Ltd. amalgamated to form a new company on 1-4-23. Following is the draft balance sheet of Shiv Ltd. and Shakti Ltd. as on 31-3-23

(14)

Liabilities	Shiv Ltd.(₹)	Shakti Ltd.(₹)	Assets	Shiv Ltd.(₹)	Shakti Ltd.(₹)
Capital	7,75,000	8,55,000	Plant &	4,85,000	6,14,000
Current liabilities	6,23,500	5,57,600	Machinery		
			Building	7,50,000	6,40,000
			Current assets	1,63,500	1,58,600
	13,98,500	14,12,600		13,98,500	14,12,600

Additional information:

- The authorized capital of the new company will be ₹ 25,00,000 divided into 1,00,000 equity shares of ₹25 each.
- The assets of Shiv Ltd. and Shakti Ltd. Are to be revalued as under:

Particulars	Shiv Ltd.(₹)	Shakti Ltd.(₹)
Plant & Machinery	5,25,000	6,75,000
Building	7,75,000	6,48,000

- The purchase consideration is to be discharged as follows:
 - Issue 24,000 equity shares of ₹25 each fully paid up in the proportion of their profitability in the preceding 2 years.

b) Profits for the preceding 2 years are as below:

Particulars	Shiv Ltd.(₹)	Shakti Ltd.(₹)
1 st year	2,62,800	2,75,125
2 nd year	2,12,200	2,49,875
Total	4,75,000	5,25,000

- c) Issue 40,000 12% preference shares of ₹10 each fully paid at par to each Shiv Ltd. and Shakti Ltd.
d) Paid ₹50,000 to Shiv Ltd. and Shakti Ltd. both in cash.

From the information given, calculate:

- (1) Net assets of both the companies.
- (2) Number of equity shares to be issued as purchase consideration for Shiv Ltd. and Shakti Ltd.
- (3) Total amount of purchase consideration paid.
- (4) Amount of Capital reserve/Goodwill to be shown in the books of new company.

OR

Q:3 Explain the meaning and objectives of Human Resource accounting in detail. (14)

Q:4 Explain the concept of Employee Stock Option Plan. Explain the guidelines for Employee Stock Option Plan issued by SEBI in detail. (14)

OR

Q:4 (A) Explain the meaning of amalgamation and absorption. Explain any five points of difference between amalgamation and absorption. (14)

(B) What do you mean by amalgamation? State the two types of amalgamation of companies and explain any five points of difference between the two.

Q:5 Select the correct option for the following questions below (14)

1. Which of the following is known as a zero-sum game?

- a) Issue of bonus shares c) Issue of loan
b) Issue of debentures d) Issue of ESOP

2. The various ways in which financial accounts can be adjusted for price changes in the economy is called:

- a) Inflation accounting c) Adjusted accounts
b) Price accounting d) All of the above

3. Which of the following comes under the head "Inventories"?

- a) Raw materials c) Spare parts
b) Loose tools d) All of the above

4. In which year was the current Companies Act introduced?

- a) 2015 c) 2014
b) 2016 d) 2013

5. Which of the following can be used to evaluate the return on investment of human resources?

- a) Human resource accounting c) Evaluation accounting
b) Return on resources d) None of the above

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6. If purchase consideration is more than the net assets of the transferor company, then the difference will be shown as:
 - a) Goodwill
 - b) Capital reserve
 - c) General reserve
 - d) Profit & Loss account
7. The Board of directors of Shersah Ltd. has approved for the issue of bonus shares to its shareholders on 1-7-2022. Which of the following is the last date on or before the company has to implement the proposal?
 - a) 31-12-2022
 - b) 1-1-2023
 - c) 31-3-23
 - d) Any of the above
8. Bank overdraft will be shown under the head:
 - a) Non current liabilities
 - b) Current liabilities
 - c) Share capital
 - d) Short term provisions
9. Which of the following is not considered while calculating net assets of a company?
 - a) General reserve
 - b) Debtors
 - c) Bills payable
 - d) Stock
10. A company can issue shares to its employees under ESOP at which of the following values?
 - a) Any value
 - b) Book value
 - c) Market value
 - d) Face value
11. The buy back of shares can be made out of:
 - a) Share capital
 - b) Secured loans
 - c) Securities premium account
 - d) Profit & Loss account
12. Which of the following is a finance cost?
 - a) Salary
 - b) Depreciation
 - c) Interest on debentures
 - d) Operating costs
13. X Ltd. Has decided to issue bonus shares in lieu of dividend of Rs. 10 per share. In which ratio should the company issue bonus shares?
 - a) 10:1
 - b) 10:2
 - c) 10:10
 - d) None of the above
14. Unclaimed dividend will be shown under:
 - a) Current assets
 - b) Share capital
 - c) Long term provisions
 - d) Other current liabilities

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