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2703N1140

Candidate's Seat No : _____

I.M.B.A. (Rep.) Sem.-4 Examination

CA

Time : 2-30 Hours]

March-2025

[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** A. A company buy backs 35,000 equity shares of Rs. 10 each at Rs. 20 per share. The reserves of the company are as follows:
Securities Premium - Rs. 3,50,000
General Reserve - Rs. 5,00,000
Pass necessary journal entries in the books of the company. (14)
- B. Write journal entries for the following:
1. The share capital of a company is divided into 30,000 fully paid up equity shares of Rs. 10 each. The company converted its shares into stock by issuing equity stock of Rs. 96 in exchange of 10 equity shares of Rs. 10 each.
2. The share capital of a company is divided into 40,000 fully paid up equity shares of Rs. 100 each. The company decided to sub divide its equity shares into 7 equity shares of Rs. 10 each and 3 preference shares of Rs. 10 each.

Q:2

Trial balance as on 31-3-24

(14)

Balances	Debit(₹)	Credit(₹)
Equity share capital	-	16,20,000
Administration expenses	1,62,000	-
Purchase	28,75,000	-
10% debenture	-	8,10,000
Sales	-	64,80,000
Patent	8,10,000	-

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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:

1. Closing stock ₹2,83,500.
2. 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

Trial balance as on 31-3-22

(14)

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:

3. Closing stock ₹2,83,500.
4. Make provision for tax at 50% of net profit.

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

Q:3

- (1) Tom Ltd. and Jerry Ltd. amalgamated to form a new company on 1-4-24.

(14)

Following is the draft balance sheet of Tom Ltd. and Jerry Ltd. as on 31-3-24

Liabilities	Tom Ltd.(₹)	Jerry Ltd.(₹)	Assets	Tom Ltd.(₹)	Jerry 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

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			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 Tom Ltd. and Jerry Ltd. Are to be revalued as under:

Particulars	Tom Ltd.(₹)	Jerry 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 4,0000 equity shares of ₹100 each fully paid up in the proportion of their profitability in the preceding 2 years.
 - Profits for the preceding 2 years are as below:

Particulars	Tom Ltd.(₹)	Jerry 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

- Issue 40,000 12% preference shares of ₹100 each fully paid at par to each Tom Ltd. and Jerry Ltd.
- Paid ₹20,000 to Tom Ltd. and Jerry Ltd. both in cash.

From the information given, calculate:

- Net assets of both the companies.
- Number of equity shares to be issued as purchase consideration for Tom Ltd. and Jerry Ltd.
- Total amount of purchase consideration paid.
- Amount of Capital reserve/Goodwill to be shown in the books of new company.

OR

- Q:3 (A)** Explain the meaning of amalgamation and absorption. Explain any five points of difference between amalgamation and absorption. (07)
- (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. (07)
- Q:4** Explain the concept of forensic accounting. Discuss the role of a forensic accountant in detail. (14)

OR

- Q:4** What is inflation accounting? Why should a business use inflation accounting for preparing its financial accounts? (14)
- Q:5** What do you mean by Human Resource Accounting? Discuss the methods used for valuation of human resources. (14)