Reg. No.

G. VENKATASWAMY NAIDU COLLEGE (AUTONOMOUS), KOVILPATTI – 628 502.

UG DEGREE END SEMESTER EXAMINATIONS - NOVEMBER 2025.

(For those admitted in June 2023 and later)

PROGRAMME AND BRANCH: B.Com.

SEM	CATEGORY	COMPONENT	COURSE CODE	COURSE TITLE
IV	PART-III	CORE-7	U23CO407	CORPORATE ACCOUNTING - II

Date & Session:07.11.2025/AN **Time: 3 hours** **Maximum: 75 Marks**

Course Outcome	Bloom's K-level	Q. No.	**SECTION – A (10 X 1 = 10 Marks)** **Answer ALL Questions.**
CO1	K1	1.	A_____________ company is one which sells its business to another company for a consideration. a) purchasing b) vendor c) both "a" and "b" d) none of the above
CO1	K2	2.	There are___________ methods to calculate purchase consideration. a) 4 b)3 c) 2 d)1
CO2	K1	3.	Section _______ of the Banking Regulation Act 1949 defines a banking company. a) 5 b) 6 c) 7 d) 8
CO2	K2	4.	Bills for collection must be shown under schedule _______ of the Balance sheet. a) 5 b)12 c) 6 d)11
CO3	K1	5.	The bonus is to be paid on maturity of the policy along with the policy amount is known as__________. a) reversionary bonus b) annual Bonus c) interim Bonus d) eventual Bonus
CO3	K2	6.	The balance found in the Revenue Account of life insurance companies is considered as___________. a) net profit/Net loss b) surplus/deficit c) life Assured fund d) gross profit/Gross loss
CO4	K1	7.	The parent organisation acquiring controlling interest in another company is called the_________. a) holding company b) subsidiary company c) both "a" and "b" d) purchasing company
CO4	K2	8.	A company has to acquire at least ________ of equity shares of a another company in order to become a holding company. a) 25 b) 40 c) 49 d) 51
CO5	K1	9.	The names of past members are recorded in the__________. a) List A b) List B c) List C d) List D

CO5	K2	10.	A contributory is a_____________. a) creditor b) shareholder c) debenture holder d) supplier.

<table>
<tr><th>Course Outcome</th><th>Bloom's K-level</th><th>Q. No.</th><th><u>SECTION – B</u> (5 X 5 = 25 Marks)
Answer <u>ALL</u> Questions choosing either (a) or (b)</th></tr>
<tr><td>CO1</td><td>K3</td><td>11.a</td><td>A purchasing company agrees to issue three shares of Rs. 10 each paid up at market value of Rs. 15 per share for every 5 shares in the vendor company. Find out the number and amount of shares to be issued by the purchasing company if the vendor company has 1,00,000 shares of Rs. 10 each Rs. 5 paid up. Calculate purchase consideration.
(OR)</td></tr>
<tr><td>CO1</td><td>K3</td><td>11.b</td><td>The company B takes over the business of company A. the value agreed for various assets is goodwill Rs. 22,000; land and building Rs. 25,000; plant & Machinery Rs. 24,000; Stock Rs. 13,000; Debtors Rs. 8,000. B company does not take over cash but agrees to assume the liability of sundry creditors at Rs. 5,000. Calculate purchase considered.</td></tr>
<tr><td>CO2</td><td>K3</td><td>12.a</td><td>From the following particulars prepare the profit and loss account of express Bank for the ended march 31.2005
<table>
<tr><th>Particulars</th><th>Rs.</th></tr>
<tr><td>Interest on deposits</td><td>5,50,000</td></tr>
<tr><td>Commission</td><td>16,000</td></tr>
<tr><td>Interest on loans</td><td>5,18,000</td></tr>
<tr><td>Sundry charges (Dr)</td><td>4,000</td></tr>
<tr><td>Rent</td><td>2,000</td></tr>
<tr><td>Discount on bills discounted</td><td>2,92,000</td></tr>
<tr><td>Interest on overdrafts</td><td>3,08,000</td></tr>
<tr><td>Auditor's fees</td><td>2,000</td></tr>
<tr><td>Director's fees</td><td>6,000</td></tr>
<tr><td>Bed debts</td><td>1,36,000</td></tr>
</table>
(OR)</td></tr>
<tr><td>CO2</td><td>K3</td><td>12.b</td><td>From the following information of a bank, calculate Rebate on bills discounted and give the adjusting entry. The accounts are closed on 31st March 2018. The following bills were discounted at 10% p.a.
<table>
<tr><th>Discounted on</th><th>Amount in Rs</th><th>Tenure of the bill</th></tr>
<tr><td>01.01.2018</td><td>1,00,000</td><td>4 months</td></tr>
<tr><td>20.12.2017</td><td>50,000</td><td>1 month</td></tr>
<tr><td>20.11.2017</td><td>1,00,000</td><td>3 months</td></tr>
<tr><td>02.02.2018</td><td>50,000</td><td>2 months</td></tr>
<tr><td>03.10.2017</td><td>1,00,000</td><td>5 months</td></tr>
</table></td></tr>
<tr><td>CO3</td><td>K4</td><td>13.a</td><td>You are required to calculate the claims incurred (Net) by a fire insurance company to be shown in Revenue Account for the year ending 31.3.05 with the help of the following data:
Claims paid Rs. 6,58,815
Claims outstanding (1.4.04) Rs. 1,04,000
Claims outstanding (31.3.05) Rs. 60,000
Medical expenses relating to claims Rs. 6,000
Claims covered under reinsurance Rs. 10,000
(OR)</td></tr>
</table>

CO3 | K4 | 13.b | Prepare the format of final accounts of insurance companies.

CO4 | K4 | 14.a | X Ltd. Purchased 60% shares of Y LTd on 1.1.2002 when the balance on their P and L a/c and general reserve were Rs. 1,50,000 and Rs. 1,60,000 respectively. On 31.12.2002 the balance sheet of Y Ltd. Showed P and L a/c balance of Rs. 4,00,000 and general reserve Rs. 3,00,000. Calculate capital profits and revenue profits.

(OR)

CO4 | K4 | 14.b | Balance sheet as at 31st march 2008

Liabilities	H Ltd Rs.	S Ltd RS.	Assets	H Ltd Rs.	S Ltd Rs.
Share capital (share of Rs.10 each)	5,00,000	2,00,000	Sundry assets	5,70,000	2,60,000
Reserves	1,00,000	-	60% shares in S LTd (at Cost)	1,10,000	-
Creditors	80,000	60,000			
	6,80,000	2,60,000		6,80,000	2,60,000

Prepare a consolidated Balance sheet as at 31st March 2008.

CO5 | K5 | 15.a | Calculate the amount payable to equity shareholder from the following particulars of a liquidated company

12,000 equity shares of Rs. 10 each fully paid Rs.1,20,000
6,000 equity shares of Rs. 10 each Rs. 7paid Rs. 42,000
Amount available to equity shareholders Rs. 1,08,000.

(OR)

CO5 | K5 | 15.b | The following are the particulars of a company which went into voluntary liquidation.

1. Preferential creditors Rs. 25,000;
2. unsecured creditors Rs. 58,000;
3. 6% Debentures Rs. 30,000
4. the assets realized Rs. 80,000;
5. the expenses of liquidation amounted to Rs. 1,500
6. the liquidator's remuneration was agreed at $2_{1/2}$%.
7. On the amount realized and 2% on the amount paid to unsecured creditors. Show liquidators final a/c

Course Outcome | **Bloom's K-level** | **Q. No.**

SECTION – C (5 X 8 = 40 Marks)

Answer ALL Questions choosing either (a) or (b)

CO1 | K3 | 16.a | A Company and B Company whose businesses are of similar nature, decided to amalgamate and a new company called AB Company LTD is formed to take over their assets and liabilities.

Balance Sheet as on 31st December 2001.

Particulars	A Co. Rs	B Co. RS	Particulars	A Co. Rs.	B Co. Rs.
Share capital: 75,00 share of Rs.10 each	75,000	-----	Goodwill	30000	20000
4,550 shares of Rs. 10 each	-----	45,500	Plant	18300	13450
Sundry creditors	3,300	2,000	Land	10000	---

Reserves	4,200	---	Stock in trade	16000	11550
P&L a/c	800	4,500	Sundry debtors	7500	6000
			Cash	1500	1000
Total	**83300**	**52000**	**Total**	**83300**	**52000**

Assuming that the assets and liabilities are worth at their book values. Pass necessary journal entries in the books of the AB Company. Prepare the Balance sheet of AB Company Ltd.

(OR)

CO1 K3 16.b

M Ltd. And N Ltd. Agreed to Amalgamated on the basis of the following Balance sheets as on 31.3.2006.

Liabilities	**M Rs.**	**N Rs.**	**Assets**	**M Rs.**	**N Rs.**
Share capital			Goodwill	30,000	-
Rs.25 each	75,000	50,000	Fixed assets	31,500	38,800
P & L A/c	7,500	2,500	Stock	15,000	12,000
Creditors	3,500	3,500	Debtors	8,000	5,200
Depreciation fund	-	2,500	Bank	1,500	2,500
	86,000	58,500		86,000	58,500

The assets and liabilities are to be taken over by a new company formed called P Ltd., at book values. P Ltd. S capital is Rs.2,00,000 divided into 10,000 equity shares of Rs.10 each and 10,000 9% preference share of Rs.10 each.

CO2 K3 17.a

From the following balances, prepare the profit and loss account of new bank

Interest received Rs.5,42,000
Discount received Rs.2,43,700
Commission received Rs.44,240
Interest on deposits Rs.1,60,520
General expenses Rs.1,82,420
Bed debts Rs.1,28,710
Note; Rebate on bills discounted Rs. 64,380

(OR)

CO2 K3 17.b

Write the rebate on bills discounted in banking company.

CO3 K4 18.a

Identify the Kinds of life insurances.

(OR)

CO3 K4 18.b

Prepare the profit and loss account format of Insurance company.

CO4 K4 19.a

From the balance sheet given below, prepare a consolidated balance sheet of A Ltd and its subsidiary Company B Ltd.

Balance sheets as on 31.3.2005

Liabilities	**A Ltd.**	**B Ltd.**	**Assets**	**A Ltd.**	**B Ltd.**
Share capital			Land &building	6,40,000	2,00,000
			Machinery	12,00,000	3,40,000

Shares of Rs. 10 each	25,00,000	6,00,000	Furniture	1,70,000	70,000
General reserve	3,60,000	1,20,000	40,000 shares in B Ltd.	5,00,000	----
Profit & loss a/c	2,40,000	1,80,000	Stock in hand	4,10,000	2,50,000
Trade creditors	3,50,000	1,00,000	Debtors	4,10,000	90,000
			Bank balance	1,20,000	50,000
	34,50,000	10,00,000		34,50,000	10,00,000

All the date of acquisition of A Ltd of its holding of 40,000 shares of B Ltd, the latter company had undistributed profits and reserves amounting Rs.1,00,000 none of which has been distributed since then.

(OR)

CO4 K4 19.b

The Balance sheet of C Ltd, and D Ltd as at 31st December, 2006 are as follows:

Liabilities	**C Ltd Rs.**	**D Ltd Rs.**	**Assets**	**C Ltd Rs.**	**D Ltd Rs.**
Share capital(in shares of Rs.10 each)	2,00,000	1,00,000	Sundry assets	1,32,500	138,200
General reserve	18,000	20,000	Goodwill	-	20,000
Profit & loss A/c	24,500	23,000	Shares in D Ltd, at cost	1,40,000	-
Creditors	30,000	15,200			
	2,72,500	1,58,200		2,72,500	1,58,200

In the case of ‘D’ Ltd., profit for the year ended 31st December 2006 is Rs.12,000 and transfer to reserve is Rs.5,000. The holding of C Ltd., in D Ltd is 90% acquired on 30th June 2006.

Draft a consolidated Balance Sheet of ‘C’ Ltd. And its subsidiary.

CO5 K5 20.a

X,Y company limited went into liquidation and its assets realised Rs. 3,50,000 excluding the amount realised by the sale of security held by the secured creditors.

1. The following was the position;
2. share capital 1,000 shares of Rs. 100 each.
3. Secured creditors (security realised Rs. 40,000) Rs. 35,000;
4. Preferential creditors Rs. 6,000;
5. Unsecured creditors Rs. 1,40,000;
6. Debenture having following change on the sale of the company Rs. 2,50,000; Liquidation expenses Rs. 5,000;
7. Liquidator’s remuneration Rs. 7,500.

Prepare liquidators final statement of account.

(OR)

CO5	K5	20.b	From the data relating to a company (in voluntary liquidation), you are asked to prepare liquidator's final statement of account 1. Cash with liquidators (after all assets are realized and secured creditors and debenture holders are paid) is Rs.6,73,800 2. Preferential creditors to be paid Rs.30,000 3. Other unsecured creditors Rs.2,15,000. 4. 4,000 6% preference shares of Rs.100 each, fully paid. 5. 2,000 equity shares of Rs.100 each, Rs.75 per share paid up. 6. 6,000 equity shares of Rs.100 each, Rs.60 per share paid up. 7. Liquidator's remuneration 2% on preferential and other unsecured creditors. 8. Preferential dividends were in arears for 2 years.