

Enrollment No: \_\_\_\_\_

Exam Seat No: \_\_\_\_\_

# C.U.SHAH UNIVERSITY

## Winter Examination-2018

Subject Name : Corporate Accounting-II

Subject Code : 4CO04CAC1

Branch: B.Com (English)

Semester : 4

Date : 25/10/2018

Time : 10:30 To 01:30

Marks : 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
  - (2) Instructions written on main answer book are strictly to be obeyed.
  - (3) Draw neat diagrams and figures (if necessary) at right places.
  - (4) Assume suitable data if needed.
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**Q.1** Give Answer the following Questions:

[14]

1. Give the names of Qualifying Assets
2. Give the name of AS-17
3. What is Full form of EPS?
4. What is Amalgamation?
5. What is Absorption?
6. What is Reconstruction?
7. Give the two names of Contingency Liabilities
8. What is difference when purchase consideration is greater than Net Assets?
9. What is difference when purchase consideration is Less than Net Assets?
10. How many types of lease are there?
11. Give the name of AS-18
12. Give the formula of EPS
13. Give the types of Capital Reduction
14. Give the name of Fictitious Assets(Any three)



Attempt any four from Q-2 to Q-8:

**Q.2** ABC Ltd. and XYZ Ltd. both are running same types of business and there were amalgamated on and from 1-04-2017. A new Company PQR Ltd. was formed to take over the business of the existing companies. [14 ]

### Balance Sheet

Liabilities	ABC Ltd. Rs.	XYZ Ltd. Rs.	Assets	ABC Ltd. Rs.	XYZ Ltd. Rs.
Share Capital : Equity share of Rs.10 each fully paid up	1,80,000 -----	----- 1,20,000	Fixed Assets	2,00,000	1,20,000
			Debtors	80,000	40,000
			Stock	50,000	20,000
Profit & Loss A/c	30,000	20,000			
Debenture	50,000	30,000			
Creditors	45,000	10,000			
Bills Payable	25,000	--			
	3,30,000	1,80,000		3,30,000	1,80,000

- Average Profit of ABC Ltd. and XYZ Ltd. are Rs. 30,000 and Rs. 20,000 respectively .
- Both Companies should be acquired and a new company PQR Ltd. Rs.3,90,000 moreover to acquire all liabilities of both companies and cash Rs. 30,000 amount to be paid in cash.
- Remaining purchase consideration to be paid in form of Equity share Capital
- ❖ Prepare necessary accounts in book of ABC Ltd. and
- ❖ Prepare Opening Balance Sheet of PQR Ltd.



**Q.3** Using Above Information Question 2 Prepare following [ 14]

1. Prepare Realization accounts in book of XYZ Ltd.
2. Prepare Opening Balance Sheet of PQR Ltd.

**Q.4** Write Short notes on (Any Two): [14]

1. Discuss the Purpose of Amalgamation
2. Amalgamation in form of Merger
3. Accounting Standard – 16

**Q.5** Give Journal entries of in the books of the Vendors Company on absorption with imaginary figures. [14]

**Q.6** What is intrinsic value of shares? How many shares exchanged in absorption on the basis of intrinsic value? Explain with help of imaginary figures. [14]

**Q.7** How and when is Reconstruction Account prepared? Prepare Reconstruction account with imaginary figures. [14]

**Q.8** Write a detailed note on “Accounting Standard - 20”. [14]

