

2018

( 4th Semester )

**COMMERCE**

Paper No. : BC-404

**( Corporate Accounting )**

( PART : A—OBJECTIVE )

( Marks : 25 )

*The figures in the margin indicate full marks for the questions*

Answer **all** questions

SECTION—I

( Marks : 15 )

1. Indicate whether the following statements are True (T) or False (F) by putting a Tick (✓) mark :

1×5=5

(a) Capital redemption reserve account can be utilized in writing off preliminary expenses.

( T / F )

(b) Dividend paid or declared is subject to corporate dividend tax @ 15% as per the Finance Act, 2017.

( T / F )

( 2 )

(c) Insolvency is a necessary condition for the liquidation of a Joint-Stock Company.

( T / F )

(d) The value of goodwill is more in case of purchase of super profit method as compared to the annuity method of super profit.

( T / F )

(e) When two or more companies go into liquidation and a new company is formed to take over their business, it is called absorption.

( T / F )

2. Choose the correct answer and place its code in the brackets provided :

1×5=5

(a) If a share of ₹ 10 issued at a premium of ₹ 2, on which the full amount has been called and ₹ 8 (including premium) paid is forfeited, the Capital Account should be debited with

(i) ₹ 12

(ii) ₹ 10

(iii) ₹ 8

(iv) ₹ 6

[     ]

(b) Share Forfeited Account is shown on the liabilities side of the Balance Sheet

(i) by adding to the paid up capital

(ii) under the head Reserves and Surplus

(iii) under the head Current Liabilities and Provisions

(iv) None of the above

[     ]

(c) Liquidator's Final Statement of Account is prepared

(i) only in case of members' voluntary winding up

(ii) only in case of compulsory winding up

(iii) in all modes of winding up

(iv) None of the above

[     ]

(d) The most important consideration in the valuation of goodwill is

(i) earning capacity of the business

(ii) financial position of the business

(iii) actual position of the business

(iv) None of the above

[

(e) Under Section 64 of the Companies Act, 2013 the company shall give notice of the alteration of capital to the Registrar within \_\_\_\_\_ days.

(i) twenty

(ii) thirty

(iii) forty

(iv) fifty

[                      ]

3. Fill in the blanks :

1×5=5

(a) Capital Redemption Reserve Account is created to meet .....

(b) Unclaimed dividend is shown on the liabilities side of the Balance Sheet under the heading .....

(c) As per ..... of the Companies Act 2013, the winding up of a company may be either by the Tribunal or Voluntary.

(d) Super profit = Actual profit - .....

(e) When an existing company takes over the business of one or more existing companies, it is amalgamation in the nature .....

( 5 )

SECTION—II

( Marks : 10 )

4. Write short notes on the following :

2×5=10

(a) Bonus share

**(b) Capital Reserve and Reserve Capital**

( 7 )

(c) Statement of Affairs to be

( 8 )

(d) Super profit method of valuation of goodwill (5)



( 9 )

(e) Amalgamation in the nature of merger

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