

Fixed Asset	230000	180000
Investment (16000 shares in Q Ltd)	195000	Nil
Stock	50000	90000
Debtor	40000	77000
Loan to Q Ltd. (with Int.)	26000	Nil
Bank	9000	23000
<b>Total</b>	<b>550000</b>	<b>370000</b>

Additional information -

- P Ltd. acquired the share on 01.10.15 and on the day the P/L account (Dr) Rs. 20000.
- Fixed Asset of Q Ltd. was Rs. 200000 as on 01.04.15 were revalued at Rs. 230000 on 01.10.15 the effect was not given.

b) Write short notes on Statutory Reserve, NPA, Annuity, Reinsurance

4 X 2  $\frac{1}{2}$

*(Internal Assessment :10 marks)*

**2016**

**M. Com.**

**3<sup>RD</sup> Semester Examination**

**ADVANCE FINANCIAL ACCOUNTING**

**PAPER – COM – 304**

**Full Marks : 50**

**Time : 2 Hours**

**The figures in the right-hand margin indicate full marks.**

**Candidates are required to give their answers in their own words as far as practicable.**

**UNIT – I**

**1. Answer any two questions of the following: 5 X 2**

- (a) From the following details compute the value of Human Resources of an Employee Group with an average age of 50 years –
- Average earning of an employee till the retirement age is Rs. 20000
  - Age of retirement is 60 years
  - Cost of capital 10%
  - Number of employee in the group is 10  
(apply present value of future earning model)
- (b) The following is the balance sheet of X Ltd. as on 31.03.15-

Liabilities	Amount (Rs)	Asset	Amount (Rs)
Share capital of Rs. 100 each	1400000	Sundry Assets	1800000
General reserve	10000	Debenture discount	10000
10% Debenture	200000	Preliminary Exp.	30000
Creditor	200000	P/L Account	60000
Bank over Draft	50000		
BP	40000		
<b>Total</b>	<b>1900000</b>	<b>Total</b>	<b>1900000</b>

**(Turn over)**

- (c) Write any 5 differences between Value Added Statement and Profit and Loss Statement.
- (d) Write the grounds of compulsory liquidation. Distinguish between Voluntary Liquidation and Compulsory Liquidation.

**2. Answer any one questions of the following: 10 X 1**

- (a) From the following particulars, prepare Liquidators Statement Account.

ACC LTD,  
Balance Sheet as on 31.03.14

Liabilities	Amount (Rs)	Asset	Amount (Rs)
Share capital of Rs. 100 each	200000	Fixed Assets	200000
6% Pref. Share Capital (Rs. 100)	100000	Stock	120000
Share capital of Rs. 100 each, Rs 75 paid	150000	Debtors	240000
Secured Bank Loan (Stock)	100000	Cash at Bank	50000
Creditor	350000	P/L Account	300000
Tax payable	10000		
Total	910000	Total	910000

Additional information – The Company goes into liquidation on 01.04.14 and realized amount – Fixed Asset Rs. 174000, Stock Rs. 110000, Debtor Rs. 238000, Liquidation Expenses Rs. 4000. The liquidator will get commission @2% on amount paid to unsecured creditors excluding preferential creditors. All the unpaid money realized except on 200 shares which are found to be irrecoverable.

- (b) (i) Write the implication of three productivity ratio related to assets.  
(ii) From the following particulars calculate the value added both under Generating Method and Distributive Method.

P/L ACCOUNT OF MEGA LTD. FOR THE YEAR ENDED 31.12.15

Particulars	Amount (Rs)	Particulars	Amount (Rs)
Material	4750	Sales	11950
Wages	1350	Goods for the employee	300
Excise duty	100	Govt. Subsidy	200
Electricity	125	Interest on security	250
Salaries	975		
Rent	850		
Depreciation	1150		

Preliminary Exp.	100		
Debenture Int.	60		
Managerial Remuneration	1000		
Net Profit c/d	2240		
<b>Total</b>	<b>12700</b>	<b>Total</b>	<b>12700</b>
Dividend	700	Net Profit b/d	2240
Tax	1020		
Reserve	520		
<b>Total</b>	<b>2240</b>	<b>Total</b>	<b>2240</b>

4+6

**UNIT – II**

**3. Answer any two questions of the following: 5 X 2**

- a) Write the contents of Schedule IX of Banking Company's Account in India.
- b) What is the relation between Loss of Stock Insurance and Loss of Profit Insurance? Explain Average Clause principle in Claim calculation.
- c) Give the Schedule VIII B for the Life Insurance Company in India.
- d) What do you understand by Endowment Policy, Reserve for unexpired risk and Revisionary Bonus?

**4. Answer any one question of the following: 10 X 1**

- a) From the following Balance Sheet of P & Q Ltd. respectively as on 31.03.2016 calculate Capital Profit, Cost of Control, Minority Interest & Consolidated P/L Account.

Particulars	P Ltd. (Rs., 000)	Q Ltd. (Rs., 000)
Equity Share Capital (Rs. 10)	300000	200000
Reserve (01.04.15)	60000	40000
P/L Account	98000	50000
Loan from P Ltd.(Int. 3000)	Nil	27000
Creditors	52000	33000
Proposed dividend	40000	20000
<b>Total</b>	<b>550000</b>	<b>370000</b>

(Turn over)

*(Turn over)*