



BCOC-137: Corporate Accounting

1. What is the difference between Equity Shares and Preference Shares?
2. Explain the procedure of forfeiture and reissue of shares.
3. Pass journal entries for issue of shares at premium and discount.
4. What is underwriting of shares? Explain the types of underwriting.
5. Explain the concept of Redemption of Preference Shares with journal entries.
6. What is Debenture? Explain types of debentures with examples.
7. Pass journal entries for issue and redemption of debentures with premium and discount.
8. What is Purchase of Business? Write journal entries in the books of purchasing company.
9. Define Amalgamation. Distinguish between Amalgamation in the nature of Merger and Purchase.
10. Pass journal entries for internal reconstruction of a company.
11. What is Liquidation of Company? Explain the preparation of Liquidator's Final Statement of Account.
12. How is Profit Prior to Incorporation calculated? Explain with an example.
13. Prepare a format of Vertical Balance Sheet as per Schedule III of Companies Act, 2013.

14. Explain the concept of Holding Company and Subsidiary Company with a working example.

15. The Trial Balance of Shivam Ltd. as on 31st March, 2023 is as follows:

Particulars	Dr.	Cr.
Opening Stock	1,00,000	
Sales		4,00,000
Excise Duty	10,000	
Purchases	2,50,000	
Wages	50,000	
Discount	5,000	2,000
Furniture	60,000	
Salary	30,000	
Rent	12,000	
Sundry Expenses	8,000	
Goodwill	40,000	
Share Capital		2,00,000
Debtors and Creditors	70,000	68,000
Machinery	1,00,000	
Cash at Bank	20,000	
Reserve Fund		30,000

Particulars	Dr.	Cr.
Patents	30,000	
10% Debentures		50,000
Interest on Debentures	5,000	
	Total	
	7,20,000	7,20,000

Additional Information:

1. Closing Stock as on 31st March 2023 is 1,20,000.
2. Depreciate furniture @10% and machinery @10%.
3. Write off 10,000 from Goodwill and 5,000 from Patents.
4. Provide Provision for Taxation at 25%.
5. Proposed Dividend: 10%.
6. Corporate Dividend Tax: 10%.

Required:

Prepare the following for the year ended 31st March 2023:

- Statement of Profit and Loss

16. Q. XYZ Ltd. issued a prospectus inviting applications for 80,000 equity shares of 10 each at par. The amount was payable as follows:

On Application – 3

On Allotment – 4

On Final Call – 3

Applications were received for 1,00,000 shares. Shares were allotted on the following basis:

Applications for 20,000 shares – Full allotment

Applications for 40,000 shares – Allotted 30,000 shares

Applications for 40,000 shares – Allotted 30,000 shares

All excess application money was adjusted towards the allotment.

All shares were fully called up. However, some shareholders who were allotted from the last category (those who applied for 40,000 and got 30,000 shares) failed to pay allotment and final call on 3,000 shares.

These 3,000 shares were forfeited and later reissued at 9 per share, fully paid.

Requirements:

Pass necessary Journal Entries for all transactions including forfeiture and reissue.

Prepare the Balance Sheet of the company after the above transactions.

17.– Journalise the following in the books of Alpha Ltd.:

- (a) Acquired plant worth 5,00,000. Payment made by issuing 12% debentures of 100 each at a premium of 25%.
- (b) Purchased net assets worth 3,60,000 (Assets 4,00,000; Liabilities 40,000). Payment made through issue of 8% debentures of 100 each at a discount of 10%.
- (c) Acquired assets worth 8,00,000 and liabilities 3,00,000. Issued 10% debentures of 100 each at par.

18. Statement of Profit & Loss, Balance Sheet For Hanuman Iron Ltd. using the trial balance and additional information.

Table Format – Trial Balance

Particulars	Dr.	Cr.
Opening Stock	2,00,000	
Sales		25,00,000
Purchases	15,00,000	
Wages	2,50,000	
Discount	60,000	30,000
Furniture	3,00,000	
Machinery	5,00,000	
Salary	1,00,000	
Rent	40,000	
Sundry Expenses	25,000	
Debtors	2,80,000	
Creditors		2,70,000
Share Capital		12,00,000
Goodwill	2,00,000	
Patents	1,00,000	
Cash at Bank	90,000	
Opening P&L A/c		1,80,000

Particulars	Dr.	Cr.
Reserve Fund		2,00,000
10% Debentures		1,00,000
Interest on Debentures	10,000	
	Total	Total
	35,55,000	35,55,000

Additional Information for P&L and Balance Sheet:

1. Closing stock as on 31st March 2023: 3,50,000
2. Depreciation: Furniture @10%, Machinery @15%
3. Write off: 40,000 from Goodwill, ₹10,000 from Patents
4. Provision for Taxation @30%
5. Proposed Dividend @10%
6. Corporate Dividend Tax @12%