



**Avinashilingam Institute for Home Science and Higher Education for Women**  
(Deemed to be University under Category 'A' by MHRD, Estd. u/s 3 of UGC Act 1956)  
Re-accredited with 'A+' Grade by NAAC. Recognised by UGC Under Section 12B  
Coimbatore - 641 043, Tamil Nadu, India

**Bachelor's Degree Examination –August 2020**

**VI Semester**

**Class: III UG**  
**Major: Commerce**

**Time : 2Hours**  
**Max. Mark: 50**

**15BCOC29 – Corporate Accounting II**

**Part-A**

**10x1=10**

**Choose the Correct Answer**

- 1 . Banking company is required to close its accounts on
  - a. 31 December
  - b . 31 March
  - c .30 june
  - d . 30 september
- 2 . The heading other assets does not include
  - a. Gold
  - b. Silver
  - b. Interest accrued
  - d. Stationary and stamps
- 3 . In General insurance, the policy amount is payable
  - a. after the death of the assured
  - b. after the expiry of the policy period
  - c. on death of the insured or expiry of policy period whichever is earlier
  - d . only when the insured has incurred loss.
4. Leasehold ground rents are shown in
  - a. revenue a/c
  - b. profit and loss account
  - c. schedule 9 loan
  - d. schedule 8 investment
5. A holding company is one which hold more than
  - a. 25% of share capital of subsidiary company
  - b. 50% of share capital of subsidiary company
  - c. 75% of share capital of subsidiary company
  - d. None of the above
6. Bonus shares issued out of post acquisition profits will
  - a. no effets
  - b. Decrease the revenue profit
  - c. increase the revenue profit
  - d. goodwill will be increase
7. The excess price paid by a holding company to acquire controlling interest in the subsidiary company is transferred to
  - a. capital reserve
  - b. good will A/C
  - c. revenue reserve
  - d. revenue profit
8. Arvind occupies a room in a hotel at 9AM on 15MARCH 2013 on European plan @Rs.960 for every night spent plus 10% service charges. What is the amount payable by him if he checks out at 6PM on 16 March, 2013
  - a. Rs. 1056
  - b. Rs. 2112
  - c. Rs. 3168
  - d. Rs. 2014
9. The percentage of rooms actually occupied in a given period of time is known as
  - a. Room Occupancy Rate
  - b. Bed Occupancy Rate
  - c. Double Occupancy Rate
  - d. Rate on the basis of night spent
10. The business side of the process begins with the strategic of
  - a. human resource
  - b. plan
  - c. policy
  - d. goal& object

**Part B**

**3 x 6 = 18**

Answer any **Three** questions

**Each answer should not exceed 400 words or two pages**

11. What Is Statutory reserve? How is it created?
12. Discuss the branch adjustment procedure under banking companies act.
13. Why we create provision for unexpired risk?
14. Calculate the net claim to be debited to revenue a/c of insurance company.  

Claims paid for the year ended 31.3.2016	5 75000
Claims outstanding on 1.4.2015	55000
Claims outstanding on 31.3.2016	98000
Claims covered under re-insurance	28000
15. Point out the calculation of minority interest with example.
- 16 .H Ltd.,acquired 3,000 equity shares in S Ltd., on 1.4.19 On 31<sup>st</sup>December 2019 of S Limited the balance sheet was as follows:

Liabilities	Amount	Assets	
Share capital: 4,000 equity shares of Rs.100 each	4,00,000	Sundry Assets	6,40,000
General Reserve	80,000		
Profit and Loss A/C: Balance on 1.1.2019	20,000		
Profit for 2019	60,000		
	<u>80,000</u>		
Sundry Creditors	<u>6,40,000</u>		<u>6,40,000</u>

Ascertain capital profits and revenue profits

17. Calculate rent to be charged per day per room from the following information for a Three Star Hotel at Delhi, if occupancy rate is (a) 100%, and (b) 80%.
  - (a) Number of rooms available for occupancy=50
  - (b) Estimated total cost for April,2019=Rs 12,00,000
  - (c) Return expected =50% on cost.
18. Mr. X arrives in New Delhi and occupies a room in a Five Star Hotel at 10 a.m. on 11<sup>th</sup> October, 2019 on European Plan @Rs. 180 for a stay of every 24 hours or a part thereof Calculate the amount payable by Mr. X in the following circumstances assuming that service charge is also payable @10% in addition to room rate
  - (i) if Mr. X checks out at 5 p.m. on 11<sup>th</sup> October, 2019 itself;
  - (ii) if Mr. X checks out at 9 a.m. on 12<sup>th</sup> October, 2019;
  - (iii) if Mr X checks out at 2 p.m. on 12<sup>th</sup> October, 2019; and
  - (iv) if Mr X checks out at 10 a.m. on 11<sup>th</sup> October, 2019
- 19 . State the objectives of human resource accounting.
20. Difference between performance appraisal and job evaluation.

**Part C****2 x 11 = 22**Answer any **Two** questions**Each answer should not exceed 800 words or four pages**

21. Give a Performa of Profit and loss account and Balance sheet of banking Company.
22. State the legal requirements of banking companies
23. The life assurance fund of sun life assurance company Ltd., shows a balance of Rs. 38,43,750 on 31.03.2016. It was later observed that the following had not been taken into account.
- Divided from investment Rs. 1,75,000
  - Income tax on the above Rs.16,000
  - Bonus utilized in reduction of premium Rs. 2,42,500
  - Claims covered under reinsurance Rs.1,62,500.
  - Claims intimated but not yet admitted by the company Rs. 4,03,500
- Ascertain the balance of Life Assurance fund as from the above information.
24. From the following balances of National Insurance company as on 31.3.2016. Prepare a marine revenue account.

Particulars	Rs.	Particulars	Rs.
Marine fund opening	16,40,000	Premium received	21,16,000
Legal charges	2,400	Expenses of management	8,00,000
Communication	10,000	Commission earned on re-insurance ceded	1,20,000
Printing and stationery	24,000		
Claims paid and outstanding	7,60,000		
Commission paid	2,16,000		

25 . List out the scope and object of life and fire insurance.

26 . Liabilities and assets of H Ltd. and S Ltd. on 31<sup>st</sup> March, 2016 are follows:

Liabilities	H Ltd.	S Ltd.	Assets	H Ltd.	S Ltd.
Share Capital-Share of Rs.10 each	5,00,00 0	1,00,000 30,000	Assets 8,000 shares in S Ltd.	5,00,000 50,000	1,70,00 0 -----
Reserves Surplus A/c	80,000 60,000	40,000			
	<b>6,40,00</b> <b>0</b>	<b>1,70,000</b>		<b>6,40,000</b> <b>0</b>	<b>1,70,00</b> <b>0</b>

S Ltd had the credit balance of Rs.30,000 in the Reserves when H Ltd. acquires shares in S Ltd.S Ltd .decided to make a bonus issue out of post-acquisition profits of two shares of Rs.10 each fully paid for every five shares held. Calculate the cost of control before the issue of bonus shares and after the issue of bonus shares.

27. From the balance sheets given below prepare a Consolidated Balance Sheet of A. Ltd. and its subsidiary company B. Ltd.

Liabilities	H. Ltd Rs.	S Ltd. Rs.	Assets	H Ltd. Rs.	S Ltd. Rs.
Share Capital:			Land & Building	6,40,000	2,00,000
Shares of Rs. 10 each	25,00,000	6,00,000	Machinery	12,60,000	3,40,000
General Reserve	3,60,000	1,20,000	Furniture	1,40,000	60,000
Profit & Loss A/c	2,40,000	1,80,000	40,000 Shares in B. Ltd.	5,00,000	
Trade Creditors	3,50,000	1,00,000	Stock at cost	4,10,000	2,50,000
			Debtors	3,80,000	1,00,000
			Bank Balance	1,20,000	50,000
	<u>34,50,000</u>	<u>10,00,000</u>		<u>34,00,000</u>	<u>10,00,000</u>

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

28. The balances in the books of Hotel Amar as at 31-3-2016 were as follows:

Particulars	Dr(Rs)	Cr(Rs)
Furniture 30-3-2015	33,400	
Room Rent from Guests		63,000
Capital		1,05,600
Billiard Tables 31-3-2015	17,800	
Bank Deposit	56,600	
China Glass, Cutlery 31-3-2015	4,000	
Interest on Deposit A/c		1,600
Stock in Bar 31-3-2015	20,200	
Stock in Restaurant 31-3-2015	600	
Purchases for Restaurant	2,15,600	
Purchases for Bar	1,64,400	
Restaurant Taking (Sales)		3,23,200
Rent and Rates	69,800	
Bars Takings(Sales)		2,61,000
Establishment Expenses	1,24,600	
Billiard & Sundry Receipts		51,200
Repairs	35,800	
Cash in Hand	2,600	
Fuel and Light	35,000	
Creditors		35,600
Sundry Expense	26,800	
Bank Balance	18,200	
Debtors	15,800	
	<b>8,41,200</b>	<b>8,41,200</b>

You are required to prepare Trading Account for the Restaurant and Bar .

29. How to calculate the room rent and occupancy rate under European system.

30. Discuss the functions and scope of human resource management.

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