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**UTTARAKHAND OPEN UNIVERSITY, HALDWANI (NAINITAL)**

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**Programme Name-BBA-Second Semester**

**Programme Code-BBA -12**

**Course Name- Company Accounts**

**Course Code-BBA203**

**Maximum Marks-40**

**Session -2014-15, Summer**

**Last Date of Submission: 15 July, 2015**

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**Section-A**

**Section 'A' contains 08 short answer type questions of 5 marks each. Learners are required to answers 4 questions only. Answers of short answer-type questions must be restricted to 250 words approximately.**

**Discuss the following (1-7) –**

1. Characteristics of a company
2. Sources from which bonus shares can be issued.
3. Redemption of preference shares
4. Sinking Fund
5. Reduction of share capital
6. Types of amalgamation
7. Abridged financial Statements
8. X Ltd. Issued 10,000 12% Debentures of Rs. 100 each at par, redeemable at par after 5 years, payable as Rs. 60 on application and balance on allotment. The debentures were fully subscribed and all money was duly received. Give journal entries and treatment in Balance sheet.

**Section-B**

**Section 'B' contains 04 long answer-type questions of 10 marks each. Learners are required to answers 02 questions only.**

1. Explain how amalgamation is different from "external reconstruction".
2. What is allotment of shares? Explain the statutory restrictions imposed on allotment of shares.
3. The following Trial Balance is extracted from the books of Shyam Sunder. Prepare Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March,2012 and a Balance sheet as on that date.

	Dr.	Cr.
	Rs.	Rs.

Drawings	3,500	
Buildings	6,000	
Debtors and Creditors	5,000	8,000
Purchases and Sales	30,000	46,500
Sales Returns and Purchases return	350	290
Discount	710	
Insurance	300	
Cash	3,000	
Stock (1.4.2011)	1,200	
Bad Debts	500	
Bad Debts Reserve		1,500
Carriage	630	
Wages	2,770	
Machinery	20,000	
Furniture	6,000	
Salaries	3,300	
Bank Charges	200	
Bills Receivables & Bills Payable	6,000	
Trade charges and Capital	830	
Total	90,290	90,290

Adjustments:

1. Depreciation –Buildings 5%, Machinery 10% p.a.
  2. Trade Expenses Rs. 250 and wages Rs. 350 have not yet been paid.
  3. Allow interest on capital at 10% p.a.
  4. Make provision for doubtful debts at 5%
  5. Machinery included Rs. 5,000 of a machine installed on 31<sup>st</sup> December, 2011 wages include Rs. 1,000 spent on the installation of the machine.
  6. Stock on 31<sup>st</sup> March, 2012, Rs. 5,000.
4. What is a debenture and its redemption? Explain the various methods for redemption of debentures. Give illustrations.