
UTTARAKHAND OPEN UNIVERSITY, HALDWANI (NAINITAL)

Programme Name-BBA-Second Semester
Programme Code-BBA-12
Course Name- Company Accounts

Course Code-BBA-203

Maximum Marks-40

Session -2015-16, Summer

Last Date of Submission: 15, May 2016

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 (1-8) –

1. Allotment of shares.
2. A company offers 10,000 shares of Rs 10 each to the public for subscription at Rs 12 per share. Money is payable as follows:
Rs 3 on application
Rs 4 on allotment (including Re 1 as premium)
Rs 5 on call (including Re 1 as premium)
Applications are received for 15,000 shares. No allotment is made to applicants for 3,000 shares and their application money is refunded. Rest are allowed shares on a pro rata basis. All allottees pay the money due on shares as when called up.
Pass the necessary journal entries.
3. Legal provisions regarding utilization of Securities Premium.
4. Sinking Fund
5. Divisible profits
6. How amalgamation is different from external reconstruction.
7. Sources from which bonus shares can be issued.
8. Sweat equity share

Section-B

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

1. What is a debenture and its redemption? Explain the various methods for redemption of debentures. Give illustration.

2. What do you mean by Amalgamation of share? How purchase consideration is determined for these.
3. The following Trial Balance is extracted from the books of Shyam Sunder. Prepare Trading and Profit and Loss Account for the year ended 31st March, 2012 and a Balance sheet as on that date.

	Dr. Rs.	Cr. 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 31st December, 2011 wages include Rs. 1,000 spent on the installation of the machine.
6. Stock on 31st March, 2012, Rs. 5,000.

4. Write notes on :
 - i) Redemption of Preference Shares
 - ii) Call in advance
 - iii) Forfeiture of shares

