

TB 145250

Reg. No.....

Name:.....

BCOM DEGREE(CBCSS) EXAMINATION,OCTOBER 2016

SEMESTER V COMMERCE

COM5SA-CORE 20 SPECIAL ACCOUNTING

Time: Three Hours

Maximum marks: 80

PART A

Answer ALL ten Questions

Each Question carries 1 mark

1. What is Dissolution by Agreement??
2. Mention 5 modes of dissolution?
3. What are the different types of claims?
4. What is under Insurance?
5. What is cum Interest Quotations?
6. What are Right Shares?
7. What is Double Insurance?
8. What is an Annuity?
9. What are operating expenses?
10. What is statutory Reserve?

(10 x 1 =10 marks)

PART B

Answer any eight Questions

Each Question carries 2 mark

11. What is Rebate on Bill Discounted?
12. Draw the format of Schedule 12?
13. What is Commission on reinsurance ceded?
14. What is Surrender of Policy?
15. What is Life Assurance Fund?
16. What is Variable Income Bearing Securities?
17. What are the difference between ex interest and cum interest?

18. What is Investment Accounts?
19. What is Under Insurance ?
20. What are the difference between annual turnover and standard turnover?
21. What is Average Clause?
22. What is Realisation Account?

### PART C

Answer any six Questions

Each Question carries 4 marks

23. As on 31<sup>st</sup> March,2011,the books of the Anna Bank had the following balances:

Rebate on bill discounted(1.4.2010)Rs.3,20,000

Discount received Rs.46,00,000

Bill Discounted and Purchased Rs.3,15,47,000

Throughout ,the bank's rate for discounting has been 18%. On investigation and analysis, average due date for the bill discounted and purchased is calculated as 15<sup>th</sup> May 2011 and that of the bills for collection as 15<sup>th</sup> April 2011. Show the calculation of the amount to be credited to the Bank's profit and Loss Account under discounted earned for the year 2010-11. ?

- 24.Draw the Format of Revenue Account of General Insurance Business?

25.On 31<sup>st</sup> March 2011,the Life Assurance Fund of Chiranjeevee Life Assurance Company stood at Rs.1,48,60,000.Its net Liability as per actuarial valuation as on that date was Rs.86,00,000.A dividend of Rs.8,00,000 was payable to the shareholders for the year 2010-11.But an Interim Bonus od Rs.4,50,000 was paid to the policy holders during the two year period ending 31<sup>st</sup> march 2011?

26. What are the Purpose of Maintaing Investment Accounts?

27. On 1<sup>st</sup> April 2003 sanjay Ltd had Rs.3,00,000 6%bGovernment stock at Rs.94(face value Rs.100).Interest is payable half yearly on 31<sup>st</sup> march and 30<sup>th</sup> September .The Company sold RS.90000 of the stock at Rs.95 ex interest on 1<sup>st</sup> june 2003.

Draw up Investment Account for the year ended 31<sup>st</sup> March 2004.The stock was quoted at Rs.96 ex interest at stock exchange on that date?

28. Fire occurred in the premises of A & Company on 1<sup>st</sup> September 2011 and the stock of the value of Rs.505000 was salvaged and the business books and records were saved.

Purchases for the year ended 31-3-2011	3500000
Sales for the year ended 31-3-2011	5500000
Purchases from 1-3-2011 to 1-9-2011	1200000
Sales from 1-3-2011 to 1-9-2011	1800000
Stock on 31-3-2010	1500000
Stock on 31-3-2011	1700000

Further information is also given that the stock on 31-3-2011 was overvalued by Rs.100000

Calculate the amount of the claim to be presented to the to the Insurance Company in respect of losses. Rate of Gross profit is to be based on the year ended 31-3-2011

29. A fire occurred in the premises of Chakraborti on 15<sup>th</sup> October 2009 and a considerable part of stock was destroyed .The stock salvaged was Rs.22000.From the account books and other records that saved,the following information is available

	2006	2007	2008	2009
Opening stock	70000	50000	60000	100000
Purchases less return	200000	290000	326000	240000
Wages	20000	20000	24000	22000
Sales less return	300000	400000	400000	320000
Closing stock	50000	60000	60000	-

Prepare a statement for submission to the Insurance Company in support of the Claim for loss of stock?

30. Jyoti and Vikas were equal partners in a manufacturing business .On June 30,2012 they dissolved the firm on which date their Balance sheet was as below:

LIABILITIES	AMOUNT	ASSESTS	AMOUNT
Creditors	28000	Cash at Bank	2500
Less: Reserve for Discounts	1000	Debtors	42000
	27000	Less: Prov. for Doubtful debts	2000
Reserve for contingencies	5000		40000
Mrs.Vikas Loan	10000	Stock	32000
Reserve fund	15000	Furniture	3500
Jyotis Loan	8000	Plant and Machinery	25000
Jyotis Capital Account	21000	Prepaid Expenses	1000
Vikas capital Account	18000		
	104000		104000

Stock, Debtors, Plant and machinery and Goodwill realised 27000,38000 ,20000 and 5000 respectively. Furniture did not realise any value. An amount of Rs.6000 was paid on amount of contingent liabilities. The expenses of realisation were Rs.1000.

The firm had previously made some investment in shares of a joint stock company and had written off this investment on finding it useless. The investment now realised Rs.1500.

31. What are the modes of Dissolution?

#### PART D

Answer any two Questions

Each Question carries 15 marks

32. Following ledger Balances of ABC Ltd as at 31<sup>st</sup> March 2011 are furnished to you. Prepare the Profit and Loss Account and Balance sheet as per requirements of law.

Statutory Reserve	1200	cash	225
Bad debts Written off	128	Interest Earned	550
Operating Expenses	182	Balance with Reserve Bank	2030
Current Accounts	20245	Balance with Foreign Banks	1206
Interest Paid	160	Bills for collection	1500
Deposits Account	6920	Borrowings from Banks	6482
P & L a/c ,Balance B/F	229	Cash credit and overdrafts	15457
Bills Receivable for customers	1500	Investments	9882
Discount	244	Bill Discounted	6228
Endorsement and Gaurantees	575	Premise	2217
Commission	45	Share Capital	2000

Following further information is furnished:

- 1) Rebate on Bill discounted to be provided Rs.64,000
- 2) The bank has to pay interim dividend of Rs.2,00,000 during the year

33. Prepare Fire Insurance Revenue Account as per IRDA regulations for the year ended 31<sup>st</sup> March 2011 from the following details

Claim paid	4,90,000
Legal Expenses regarding Claims	10,000
Premium Received	13,00,000
Re-insurance Premium Paid	1,00,000
Commission	3,00,000
Expenses of management	2,00,000
Provision against Unexpired Risk on 1 <sup>st</sup> April 2010	550000
Claims unpaid on 1 <sup>st</sup> April 2010	50000
Claims Unpaid on 31 <sup>st</sup> March 2011	80,000

34. On 1<sup>st</sup> April 2006, the godown of Hindustan Ltd was destroyed by fire. From the books of account, the following particulars are gathered:

Stock at cost on 1 <sup>st</sup> January 2005	27,570
Stock as per balance sheet on 31 <sup>st</sup> Dec 2005	51,120
Purchases during 2005	2,71,350
Purchases from 1 <sup>st</sup> January 2006 to 31 <sup>st</sup> March 2006	75,000
Sales during 2005	3,51,000
Sales from 1 <sup>st</sup> January 2006 to 31 <sup>st</sup> March 2006	91,500
Value of goods salvaged	6,300

Goods of original cost of Rs.3,600 had been valued at Rs.1,500 on 31<sup>st</sup> December 2005. These were sold in March 2006 for Rs.2,700. Except this transaction, the rate of gross profit has remained constant.

On 31<sup>st</sup> March 2006 goods worth Rs.15,000 had been received by the godown keeper, but had not been entered in the purchase account.

Calculate the value of goods destroyed by fire.

35. Examine the underlying principles of Garner vs Murray decision in the dissolution of partnership with suitable illustrations.