

Time - 3 hours

Full mark - 80

Answer all groups as per instructions.
 Figures in the right hand margin indicate marks.

Group A

1. Fill in the blanks. (all)

[1 x 12]

(a) Share application and allotment account is a _____ Account.

(b) The portion of the authorized capital which can be called up only on the liquidation of the company is called _____.

(c) Preference shares can be redeemed if they are _____.

(d) Bonus shares can be issued to the _____ members only.

(e) Sinking fund is shown in the Balance Sheet under the heading _____.

(f) Yield value of share = _____

(g) Goodwill is _____ asset.

(h) List H shows _____ Account.

(i) Dividend declared between two annual general meeting is known as _____.

(j) A debenture holder is the _____ of a company.

(k) A company can buyback _____ shares.

(l) Valuation of goodwill arises only on _____.

Group B2. Answer any eight of the following questions within three sentences each. [2 x 8]

(a) Define Goodwill

(b) What do you mean by Pro-rata issue of shares?

- (c) Define Employee Stock Option Plan.
- (d) What do you mean by share capital?
- (e) What is the difference between calls-in arrears and calls in advance.
- (f) What do you mean by Company?
- (g) What do you mean by Liquidation?
- (h) Distinguish between intrinsic value and market value of shares.
- (i) What do you mean by Vesting Period?
- (j) Define Bonus Share.

Group C

3. Answer any eight of the following questions [3x8] within 75 words each

- (a) Why are Books of Accounts maintained?
- (b) Describe briefly the different types of debentures
- (c) What are super profits?
- (d) Distinguish between ESOP and ESPS.
- (e) What do you mean by Forfeiture of Shares?
- (f) What do you mean by Statutory Books?
- (g) State different modes of winding up of companies.
- (h) How Underwriters Liability can be determined?
- (i) Explain 'Transfer to Reserve'.
- (j) What is the difference between Cum-Dividend and Ex-Dividend?

Group-D

4. Answer all the questions within 500 words each
Give a proforma of Liquidator's Final Statement of Account with imaginary figures. [7]

OR
TATA Chemicals issued public subscription 1,00,000 equity Shares of Rs. 100 each at a premium of Rs. 20 per Share payable as under:-

on application	Rs. 20 per share
on allotment	Rs. 50 per share
on first call	Rs. 20 per share
on final call	Rs. 30 per share

Applications were received for 1,50,000 shares. The shares were allotted pro-rata to the applicants for 1,20,000 shares, the remaining applications being rejected. Money overpaid on application was utilised towards sums due on allotment. Ram Lal failed to pay allotment money and call money to whom 4000 shares were allotted. Pass the necessary journal entries.

5. Describe the two methods of valuation of shares and discuss which method, in your view, is most appropriate in valuing a minority and majority holding. [7]

OR

Prepare a Statement of Balance Sheet with imaginary figures.

6. Explain the rules regarding issue and redemption of Redeemable Preference Shares. [7]

OR

Discuss about 'B' list of contributories along with its extent of liability?

7. From the following information calculate value of goodwill on the basis of three years' purchase of super profit of the business: - [7]

- (i) Average capital employed in the business is Rs. 18,00,000.
- (ii) Rate of interest expected from capital having regard to the risk involved is 10%.
- (iii) Net Profits were Rs. 3,22,800, Rs. 2,72,100, 3,37,500.
- (iv) Fair remuneration to the partners for their services is Rs. 36,000 per annum.

OR

What are the provisions relating to financial statements under Schedule III of the Companies Act, 2013