

**Goa Vidyaprasarak Mandal's
GOPAL GOVIND POY RAITURCAR COLLEGE OF COMMERCE
ANDECONOMICS, PONDA-GOA
B.COM. (SEMESTER-VI) EXAMINATION, JULY 2021
ACCOUNTING - II (DSE 7)**

Duration: Two hours

Max. Marks: 30

QI) Answer **any FIVE** from the following: (5 x 2 = 10)

- a) Mention names of various accounting systems.
- b) How will you classify investments on the basis of their period of holding?
- c) What is the meaning of cum-interest price of securities?
- d) What is the meaning of ex-interest price of securities?
- e) What is redemption of debentures?
- f) What is the meaning of liquidation of a company?
- g) State any two categories of preferential creditors in the case of liquidation of companies.
- h) How the bonus shares are recorded in investment accounts?

Q II) Answer **any FOUR** from the following questions: (4x5=20)

- a) Dr. Rahul provides the following receipts and payments account for the year 2020.

Receipts and Payments Account for the year 2020

Particulars	Amount	Particulars	Amount
To opening balance b/f	80,000.00	By Staff Salary	72,000.00
To Fees Received	12,80,000.00	By rent of Clinic	60,000.00
To Miscellaneous Receipts	30,000.00	By Stationary	2,500.00
		By Electricity Charges	12,500.00
		By Car Expenses	68,200.00
		By Telephone Charges	7,620.00
		By Drivers Salary	96,000.00
		By Drawings	3,00,000.00
		By Cl. Balance c/f	7,71,180.00
	13,90,000.00		13,90,000

Following points are to be noted:

- i. 50% of motor car expenses are for personal use.
- ii. WDV of motor car at the beginning of the year was ₹ 3,00,000/- provided depreciation on car @ 15% p.a.

Prepare his Income & Expenditure account for the year 2020.

- b) Mr. Sandeep purchased 1000 equity shares of ₹ 100/- each for ₹ 1,25,000/-the company declared bonus of 1:1 during the year. Mr. Sandeep sold the bonus shares @ ₹ 95/- per share immediately on receipt of these shares. Show investments A/c in the books of Mr. Sandeep.

- c) Mr. Satish made following transactions of sale and purchase of 6% debentures of ABC Ltd. during the year 2020.

Sr. No	Date	Particulars
1	01-01-2020	Balance of Debentures held were 1000 nos. 8% of ₹ 100/- @ cost of ₹105/- each.
2	01-06-2020	Bought 1000 8% Debentures of ₹ 100/- each for ₹ 98/- per debenture (ex-interest)
3	01-12-2020	Sold 500 nos. 8% debentures @ ₹ 105/- per debenture (cum - interest)

Company pays interest on debentures on 30th June and 31st December every year. Prepare 8% debentures A/c in the books of Mr. Satish for the year 2020.

- d) XYZ ltd. issued 3000 9% debentures of ₹ 100/- each at par on 1/1/2017. The terms of issue provide that the company to create a sinking fund for redemption of debentures on 31/12/2020. The company decided to take an insurance policy to provide necessary funds for redemption. The annual insurance premium was ₹ 69000/-. Prepare Debenture Redemption Fund A/c and Insurance Policy Account for 4 years (2017 to 2020)

- e) On 31/12/2020 the following balances stood in the books of M/S J. Ltd.

8% Debentures – ₹ 4,00,000/-

Sinking Fund A/c – ₹ 4,20,000/-

Sinking Fund Investments in 6% Govt. bonds ₹ 4,20,000/-

The debentures were redeemed on 31/12/2020 after selling the investments for ₹ 4,15,000/- Prepare:

- i. 8% Debentures A/c
- ii. Sinking Fund A/c
- iii. Sinking Fund InvestmentA/c
- iv. Debenture Holders A/c as on 31/12/2020

- f) Lt. Ltd went into liquidation with following liabilities.

- i. Secured Creditors ₹ 40000 (Securities realized ₹ 50000)
- ii. Preferential Creditors ₹ 12000/-
- iii. Unsecured creditors ₹ 50200/-
- iv. liquidation Expenses ₹ 5000/-

The liquidator is entitled to a remuneration of 3% on the amounts realized including securities in the hands of secured creditors. The various assets (excluding securities in hands of secured creditors) realized ₹ 52,000/-. Prepare liquidators final statement of Account showing the payments made to the unsecured creditors.