

G.V.M'S G.G.P.R. COLLEGE OF COMMERCE & ECONOMICS  
 FARMAGUDI, PONDA  
 INTRA SEMESTER ASSESSEMENT TEST – I  
 B.COM. SEMESTER V JULY 2013  
 ADVANCE ACCOUNTING (MAJOR – I)

MARKS:- 10

Duration:- 30 minutes

Q. 1) Nilesh Ltd. decided to redeem their 8% Preference shares as on 31-3-2013 on which day position of its assets and liabilities was as under:-

<u>LIABILITIES</u>		<u>ASSETS</u>	
4000 Equity shares of ₹ 100% each.	400000	Fixed Assets	700000
4000 6% Pref. Shares of ₹ 50/- each ₹ 25/- per share paid	100000	Cash at Bank	140000
2000 8% Pref. shares of ₹ 100/- each fully paid	200000	Other current assets	160000
Securities premium	10000		
Capital Red. Reserve	90000		
Dividend Equalisation reserve	110000		
Current liabilities	90000		
<b>Total</b>	<b>10,00,000</b>	<b>Total</b>	<b>10,00,000</b>

Redemption was to be at premium of 5% Capital Redemption Reserve appearing above is as a result of redemption which took place 3 years back. For purpose of redemption minimum number of Equity shares of ₹ 100/- each at discount of 10% are issued and redemption carried out. Journalise. ( 6 mks)

Q. 2) Anil commenced Business on 1-4-12 by transferring a sum of ₹ 25000/- from his Personal saving Bank Account maintained with Canara Bank to his business Account maintained with Bank of India. On 31-3-2013 his position was as under

Machinery	22000/-
Stock	5000/-
Debtors	8000/-
Bank Balance	1500/-
Cash Balance	200/-
Creditors	3000/-
Accrued expenses	700/-

During the year he received a gift of ₹ 5000/- from his father which he deposited in Bank of India & a gift of ₹ 1000/- which he deposited in Canara Bank. He has drawn for personal use goods worth ₹ 2000/- & cash ₹ 3000/-

He has spent for business ₹ 500/- which was drawn from Bank of India & ₹ 300/- drawn from Canara Bank. He transferred ₹ 1200/- from Canara Bank to Bank of India. His Account with Canara Bank was maintained as his personal Account through out the year. ( 4 mks)

You are to prepare a statement of Profit showing Profit/Loss made by him during Year ending 31-3-2013.