

**Goa Vidyaprasarak Mandal's Gopal Govind Poy Raiturcar College of
Commerce and Economics, Ponda Goa**

M.Com. Semester I

ISA II September 2024

COM 521: Advance Corporate Accounting

Time: 1 hour

Marks: 20

Q.1. The Following are the abridged balance sheet of white Ltd. and Black Ltd. as on 31st march 2000
(10 marks) (BL-3 CO-2)

Liabilities	White Ltd	Black Ltd
Equity Share Capital (₹ 10 each)	8000000	3000000
10% Preference Share Capital (₹ 100 each)	-	1000000
General Reserves	4610000	980000
Statutory Reserves	390000	125000
Profit or loss account	563000	355000
12% Debentures		250000
Current liabilities	1437000	990000
Total	15000000	6700000
Assets		
Fixed Assets	11000000	4730000
Current Assets	4000000	1970000
Total	15000000	6700000

On 1st April 2000, White Ltd. takes over Black Ltd. on the following terms:

- i. White Ltd. will issue 350000 equity shares of ₹ 10 each at par to the equity shareholders of Black Ltd.
- ii. White Ltd. will issue 11000 10% Preference shares of ₹ 100 each to the preference Shareholders of Black Ltd.
- iii. The debentures of Black Ltd. will be converted into an equal number of 12.5% debentures of the same denomination.

You are required to show the balance sheet of White Ltd. immediately after the above-mentioned scheme of amalgamation has been implemented assuming that:

- a) The amalgamation in the nature of merger; and
- b) The amalgamation in the nature of purchase.

Q.2. Answer any one of the Following

X Company Limited and Y Company Limited have agreed to merge and to form a new company called Z Company Limited which has taken over both the companies as per their balance sheet given below:

Balance sheet of X Company Limited as on 31st December 2001

(10 Mark) (BL-3 CO-2)

Liabilities	X Ltd.	Y Ltd.	Assets	X Ltd.	Y Ltd.
Subscribed and paid up capital	500000	800000	Land and building	200000	300000
General Reserves and surplus	200000	400000	Plant and machines	150000	250000
Secured loan		150000	Patents		150000
Unsecured loan		50000	Furniture	50000	50000
Development rebate reserves	30000		Investment in govt securities	200000	450000
Creditors	50000	60000	Stocks	90000	120000
Bills Payable	20000	40000	Debtors	80000	90000
			Bank	30000	90000
	800000	1500000		800000	1500000

You are required to pass opening journal entries in the books of new company and also balance sheet.

OR

Q.3. Discuss Purchase Consideration and its different methods.

(10 Mark) (BL-1 CO-2)