

Day & Date	Semester	Subject Name	Time	Code	Marks
Wednesday 18/04/2018	III (Fresh /Repeater)	Advanced Management Accounting & Auditing Advanced Accountancy Paper – II	03. 00 PM to 06. 00 PM	310603	100

Instructions: 1) Question No.1 is compulsory.
2) Attempt any three questions from Q.2 to Q.5

Q.1 The following is the Receipt and Payment Account of Ryan Education Society.

25

Receipts and Payments Account for the year 31.03.2017

Receipts	Rs.	Payments	Rs.
To Bal b/d	42,000	By Salaries	4,20,000
To Admission fees	30,000	By stationery	18,750
To Tuition fees	2,47,500	By Office Expenses	38,000
To Term Fees	45,000	By Rent	70,000
To Grant from Government	4,50,000	By Annual Gathering expenses	24,000
To miscellaneous Receipts	16,500	By Computers	1,20,000
		By Land	1,05,000
		By bal c/d	35,250
	8,31,000		8,31,000

Additional Information:

a) The assets of the education society on 01.04.2016 were :

Land	Rs. 150000/-
Furniture	Rs. 82500/-
Laboratory Equipments	Rs. 90000/-
Books	Rs. 60000/-
Fixed Deposits	Rs. 300000/-
Cash in hand	Rs. 42000/-

b) 50% of term fees are to be capitalized.

c) Interest on fixed Deposit is outstanding.

d) Outstanding tuition fees (31.03.2016) Rs. 15750/-

e) Depreciate furniture @10%p.a. Laboratory equipment @20% p.a. and Books @15% p.a.

Prepare Income and Expenditure Account and Balance sheet as On 31.03.2017.

- Q.2** The following Trial balance was extracted from the books of M/s Mahesh Pvt. Ltd. Who purchased the business from Mr. Hemant on 1st January, 2016 but the company was incorporated on 1st April, 2016. No entries relating to transfer of the business were entered in the books that was carried on until 31st December, 2016 **25**

Trial Balance as on 31 December 2016

Particulars	Rs.	Particulars	Rs.
Fixed Assets	1,50,000	Sales	2,79,300
Current Assets (excluding closing stock)	1,01,200	Capital Account of Mr. Hemant as on 1 st January, 2016	2,00,000
Preliminary Expenses	1,560	Current Liabilities	31,660
Stock (1 st January, 2016)	30,000	Loan	25,000
Purchases	2,09,720		
Commission of sales	6,150		
Office Salaries	16,640		
Rent & Taxes	1,640		
Office Expenses	2,400		
Directors Remuneration	15,000		
Carriage Outwards	1,650		
	5,35,960		5,35,960

Additional Information:

1. Stock 31st December, 2016 was valued at 35,420/-
 2. Purchase consideration Rs.2,50,000 to be paid by issue of 25,000 Equity shares of Rs.10 each.
 3. As compared to other months, turnover is doubled in January, August and September.
 4. Write off one fourth of the preliminary expenses.
 5. Allocate carriage outwards in the ratio 2:3 between pre and past period.
- Prepare trading and profit and loss Account for the year ending on 31st December, 2016 in pre and post in corporation period and balance sheet as on that date.

- Q.3** The balance sheet of Khushi Ltd. as on 31.03.2017 **25**

Liabilities	Rs.	Assets	Rs.
Equity share capital (Rs.10 each)	25,00,000	Fixed Assets	40,00,000
Securities Premium	5,00,000	Investment	15,00,000
General Reserve	10,00,000	Bank	15,00,000
10% debentures	25,00,000	Other current assets	25,00,000
Creditors	15,00,000		
Bills payable	5,00,000		
Bank over draft	10,00,000		
	95,00,000		95,00,000

Additional to formation :

- 1) The company decided to buyback the maximum number of equity

share at a price of Rs. 25 per share.

- 2) Before buyback all the investments are to be sold at profit of Rs. 5,00,000 pass necessary journal entries to record buyback and prepare balance sheet thereafter.

- Q.4 a)** From the following receipt and payment A/C prepare Income expenditure A/C **13**

Receipts	Rs.	Payments	Rs.
To balance B/d	14,000	By rent	36,000
To tuition fees	82,500	By salaries	1,40,000
To term fees	15,000	By stationery	6,250
To Govt. Grants(50% capitalized)	1,60,000	By books (01.01.2016)	35,000
To rent for hall	5,500	By computer	40,000
		By Gen. Expenses	8,000
		By balance c/d	11,750
	2,27,000		2,27,000

- 1) Provide 10% depreciation p.a. on books & computers

- b)** From the following details find out the maximum number of shares to be buyback and after price at which it can be buyback. **12**

Equity share capital of Rs. 100 each	50,00,000
General reserves	20,00,000
P&C A/C	20,00,000
Securities premium	10,00,000
12% debentures	50,00,000
Bank loan	10,00,000

- Q.5 a)** Explain convergence of Indian accounting standard. **10**
b) Write note on IAS 32 v/s As 31 **15**