



K23P 3066

Reg. No. :

Name :



**I Semester M.Com. Degree (C.B.C.S.S. – OBE – Regular)
Examination, October 2023
(2023 Admission)**

CMCOM01C04 : ADVANCED FINANCIAL ACCOUNTING

Time : 3 Hours

Max. Marks : 60

SECTION – A

Answer **any five** questions. **Each** question carries **three** marks :

1. What do you mean by
 - a) Address commission
 - b) Bunker cost
 - c) Stevedoring charge ?
2. What is meant by
 - a) Asset backing method
 - b) Yield method
 - c) Fair value method ?
3. Explain the methods of inflation accounting.
4. What is the purpose of valuing shares ?
5. What are the roles of Public Accounts Committee ?
6. What is
 - a) Average clause
 - b) Indemnity period
 - c) Short sales ?

(5×3=15)

P.T.O.



SECTION – B

Answer **any three** questions. **Each** question carries **five** marks :

7. What do you understand about cum interest or dividend ? How is it adjusted on purchase and sale of investments ?
8. What are the objectives of Human Resource Accounting ?
9. Explain the role of Comptroller and Auditor General of India.
10. On 31st March 2017, Southern investors intend purchase a bunch of shares of X Ltd. the profits of X Ltd. for the last 5 years were ;

Rs.

2012-13	2,80,000
2013-14	3,20,000
2014-15	3,60,000
2015-16	3,00,000
2016-17	3,40,000

Paid up capital of the company was Rs. 10,00,000 in shares of Rs. 10 each. The normal rate of return on investment in the company is 12%. Income tax rate is 50%. Calculate Earning Yield Value per share.

11. The godown of Vinayak Ltd. caught fire on 15th September 2016, records saved from fire showed the following particulars.

	Rs.
Stock at cost on 1 st April 2015	60,000
Stock at cost on 31 st March 2016	84,000
Purchase less returns for the year 2015-16	5,08,000
Wages for the year 2015-16	20,000
Sales less returns for the year 2015-16	7,20,000
Purchase less returns from April 1 to September 15, 2016	1,80,000
Sales less returns from April 1 to September 15, 2016	2,46,000
Wages from April 1 to September 15, 2016	16,200
Value of policy	1,20,000

Gross profit remained at a uniform rate. The stock salvaged was worth Rs. 7,200 and that was retained by Vinayak Ltd. show the amount of claim to be lodged.

(3×5=15)



SECTION – C

Answer any three questions. Each question carries ten marks :

12. Jaswanth Ltd. holds 400 12% debentures of Rs. 100 each in Asha Ltd. as on 1st April 2015 at a cost of Rs. 50,000. Interest is payable on 30th June and 31st December every year. On 1st June 2015, 200 debentures are purchased cum interest @ Rs. 21,400. On 1st November 2015, 300 debentures are sold Ex-interest @ Rs. 28,650. On 30th November 2015, 200 debentures are purchased Ex-interest for Rs. 19,200. On 31st December 2015, 300 debentures are sold cum interest for Rs. 32,250.

Prepare investment account valuing closing stock as on 31st March 2016, @ cost (applying FIFO method) or market price whichever is lower. The debentures were quoted at par on 31st March 2016.

13. Define Goodwill. Explain the different methods of valuing Goodwill.

14. On 31st December 2017, the balance sheet of a limited company disclosed the following position.

Liabilities	Amount Rs.	Assets	Amount Rs.
Issued Capital in Rs. 10 shares	4,00,000	Goodwill	40,000
Reserves	90,000	Fixed assets	5,00,000
P&L account	20,000	Current Assets	2,00,000
5% Debentures	1,00,000		
Current liabilities	1,30,000		
	7,40,000		7,40,000

On 31st December 2017, the fixed assets were independently valued at Rs. 5,50,000 and the Goodwill at Rs. 50,000.

The net profits after tax for the 3 years were ;

2015 – Rs. 51,600 ; 2016 – Rs. 52,000 and 2017 – Rs. 51,650 of which 20% was placed to reserve, this proportion being considered reasonable in the industry in which the company is engaged and were a fair investment return may be taken @ 10%.

Compute the value of company's shares by

- a) the asset backing method and
- b) the yield method and also its fair value.



SECTION – D

7) Critically examine *Hamlet* as a Revenge Tragedy.

OR

8) Examine *The Way of the World* as a typical Restoration Comedy. (10×4=40)

II. Answer **any four** of the following annotation passages in about **80** words.

9) Thus great with child to speak and helpless in my throes,
Biting my truant pen, beating myself for spite,
“Fool,” said my Muse to me, “look in thy heart, and write.”

10) Time doth transfix the flourish set on youth
And delves the parallels in beauty's brow,
Feeds on the rarities of nature's truth,
And nothing stands but for his scythe to mow:
And yet to times in hope my verse shall stand,
Praising thy worth, despite his cruel hand.

11) So forth those joyous birds did pass along,
Adown the Lee, that to them murmured low,
As he would speak, but that he lacked a tongue,
Yet did by signs his glad affection show,
Making his stream run slow.

12) Let us roll all our strength and all
Our sweetness up into one ball,
And tear our pleasures with rough strife
Through the iron gates of life:
Thus, though we cannot make our sun
Stand still, yet we will make him run