Dr. Babasaheb Ambedkar Open University
Term End Examination January – 2017

Course	:	**DAA**	**Date**	:	**21-Jan-17**
Subject Code	:	**DAA-03**	**Time**	:	**3:00 TO 6:00**
Subject Name	:	**Accounting in Special Situation for Companies**	**Duration**	:	**03 Hours**
			Max. Marks	:	**70**

Que-1 Discuss the method of preparation of consolidated balance sheet. **(14)**

Or

Discuss the Legal provisions Relating to Accounts

Que-2 Abc Ltd acquired 3000 shares of Rs.100 each out of 4,000 shares of XYZ Ltd on 1-1-2000 the profits of a Ltd for the last four years were : 2000 Rs. 50,000, 2001 Rs.60,000, 2002 Rs. 45,000, 2003 Rs.56,000 There was a credit balance of Rs.30, 000 of P & L Account & general Reserve of Rs.10, 000 on -2000 in the the books of XYZ Ltd. XYZ Ltd has declared dividends at 10%, 12.5%, 9% and 10% Respectively for these years. The financial year of XYZ ends on 31st December How will you show in the annual accounts of Niki Ltd. On 31-03-2003 the profit of XYZ Ltd: dealt with and not dealt with in accordance with section 212 of the Indian companies Act? **(14)**

Or

The Aarti Ltd acquired 4,500 shares of Rs.10 each of kirti Ltd on 01-04-2001 the balance sheet of both the corporates as 31-03-2003 are as follows

Balance sheet as on 31-03-2001

Liabilities	Aarti Ltd	Kirti Ltd	Assets	Aarti Ltd	Kirti Ltd
Share capital Shares of Rs.10 each	1,00,000	60,000	Sundry Assets	1,20.000	1,10,000
			Stock	30,000	20,000
			Shares in kirti Ltd	80,000	
General Reserve	50,000	30,000			
P & L Ale	50,000	20,000			
Creditors	30,000	20,000			
	2,30,000	1,30,000		2,30,000	1,30,000

When shares were acquired by Aarti Ltd in Kirti Ltd on 1st April 2000, Kirti Ltd has Rs.20,000 general reserve & Rs. 12,000 credit balance in P& L A/C

From the above information, prepare consolidated Balance sheet at 31st March 2001

Que-3 H.Ltd acquires all the shares of S Ltd on 31st March 1987, on which date the balance sheets of the two corporates are as under **(14)**

	H.Ltd	S.Ltd	H.Ltd	S.Ltd
Shares capital Shares of Rs. 10 each fully paid	5,00,000	Sundry Assets	4,80,000	2,60,000
		100 % share in s ltd	2,00,000	
		2,00,000		
Reserves	1,00,000			
Creditors	80,000	60,000		
	6,80,000	2,60,000	6,80,000	2,60,000

Prepare a Consolidated balance sheet at 31st March, 1987

Or

Following are the Balance sheet of Shan Ltd and Pragn Ltd as on 31-03-2002

Liabilities	Shan. Ltd	Pragn.Ltd	Assets	Shan.Ltd	Pragn.Ltd
Share capital			Plants & Machines	1,80,000	68,000
Shares of Rs. 10 each	2,40,000	75,000	Stock	60,000	23,200
General Reserve	60,000	7,200	Debtors	24,000	18,000
P & L A/C	78,000	18,000	6,000 shares of Pragn . Ltd	1,02,000	
Creditors	18,000	16,000		30,000,	7,000
	3,96,000	1,16,200		3,96,000	1,16,200

Prepare consolidated balance sheet as on 31-03-2002 after considering the following information.

1. When Shan Ltd purchase shares of Pragn Ltd the books of Pragn Ltd showed P & L (Cr, bul) of Rs. 8000 and general reserve Rs. 7,200
2. Out of the goods purchased by Pragn Ltd from shan Ltd. Goods of Rs. 12,000 are still in stock, Shan Ltd charges a profit of 20% on cost.
3. Debtors of shan Ltd include Rs.5000 due from Pragn Ltd.

Que-4 Balance sheets as at 31st March 1987 prepare a Consolidated Balance as at 31st March 1987. (14)

	H.Ltd (RS)	S.Ltd (RS)		H.Ltd (RS)	S.Ltd (RS)
Share capital			Sunday Assets	5,60,000	2,60,000
Shares of Rs. 10 each Fully Paid	5,00,000	1,00,000	60% shares in S Ltd (At Cost)	1,20,000	
Reserves	1,00,000				
Creditors	80,000	60,000			
	6,80,000			6,80,000	2,60,000

Or

Balance sheets as at 31st March 1987

	B.Ltd (RS)	C.Ltd (RS)		B.Ltd (RS)	C.Ltd (RS)
Share capital			Sunday Assets	4,26,000	3,04,000
Shares of Rs. 10 each Fully Paid	5,00,000	2,00,000	100% shares in C.Ltd acquired on 31st March 1989 (At Cost)		
Reserves	1,00,000	50,000		2,54,000	
Creditors	80,000	60,000	Preliminary Exp		6,000
	6,80,000			6,80,000	2,60,000

Prepare consolidated balance sheet as at 31st March, 1987

Que-5 Following are the Blance sheets of Ursh.Ltd and its subsidiary Niki Ltd as at 31st March, 1987. (14)

	Ursh.Ltd	Niki.Ltd		Ursh.Ltd	Niki.Ltd
Share capital			Machinery	3,00,000	1,00,000
Shares of Rs. 10 each Fully Paid	6,00,000	2,00,000	Furniture	70,000	45,000
General Reserves	1,50,000	70,000	70% shares in Niki Ltd at cost	2,60,000	
P & L Account	70,000	50,000	Stock	1,75,000	1,89,000
Creditors	90,000	60,000	Debtors	55,000	30,000
			Cash at Bank	50,000	10,000
			preliminary expenses		6,000
	9,10,000	3,80,000		9,10,000	3,80,000

Ursh.Ltd acquired the shares of Niki.Ltd on 30th June 1986 on 1st April 1986 Niki.Ltd's general Reserve and P & L Account stood at Rs.60,000 and 20,000 respectively no part of preliminary expenses was written off during the year ended 31st March 1987

Prepare the Consolidated balance sheet of Ursh.Ltd and its subsidiary Niki.Ltd as at 31st March 1987

Or

Que-5 Following are the balance sheets of jitendra Ltd and Shaliendra.Ltd had purchased 8,000 shares of Rs.10 each of shailendra.Ltd on 01-01-2001

The Credit balance of P & L of Shailendra.Ltd as on 01-01-2001 was Rs.16, 000 Hali.Ltd has paid 10% dividend daring the year for the year for the year 2000. Jitendra.Ltd has credited dividend received by it to its profit and loss Account jitendra.Ltd has not made any entry for the proposed dividend of Shailendra.Ltd at 10%

From the above information prepare consolidated balance sheet as on 31-12-2001

Liabilities	jitendra.Ltd	Shailendra.Ltd	Assets	jitendra.Ltd	Shailendra.Ltd
Share capital			Land building	80,000	1,20,000
Shares of Rs. 10 each	1,20,000	1,00,000	Investments shares of Shailendra.Ltd	1,04,000	
general reserve			Stock	24,000	30,000
(01-01-1999)	24,000	20,000	Debtors	20,000	40,000
P & L Account	68,000	56,000	Ban k balance	4,000	2,000
Creditors	20,000	60,000			
Proposed Dividend	2,32,000	10,000			
		1,92,000		2,32,000	1,92,000