B A O U

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(Diploma In Advance Accounting) :- DAA

DAA-01,02,03,04

IMPORTANT INSTRUCTIONS

- Students have download assignments from University website.
- It is compulsory to submit assignments to appear for exam.
- Exam form will not be accepted from the student who has not submitted assignment on or before given date.
- Last date of submission of prepared assignments to study center is **30/07/2017**Afer this date, assignments will not be accepted.
- It is compulsory to collect receipt of submission of assignments from the study center.
- Make sure to collect your evaluated assignments from your study center with evaluation sheet.
- Students can check their assignments marks on university website.
- Passing criteria for Diploma course is 50% for all assignment subjects.

Diploma programmes

Dear Student,

You are required to do one assignment for the **Diploma Programme** It is a Tutor Marked Assignment (TMA) and carries 100 marks. It covers four blocks of the course.

As in day-to-day life, **Planning** is important in attempting the assignment as well. Read the assignment carefully; go through the units on which the questions are based; jot down some points regarding each question and then re-arrange them in a logical order. In the long-type answe, pay attention to your introduction and conclusion. The introduction must tell you how to interpret the given topic and how you propose to develop it. The conclusion must summarize your views on the topic.

Make sure that your answer :

a) is logical

b) is written in simple and correct English

c) does not exceed the number of words indicated in your questons

d) is written neatly and clearly.

ROLL NO: ___________________________

NAME: ______________________________

ADDRESS:___________________________

DATE: ______________________________

COURSE TITLE: ____________________________________

ASSIGNMENT:______________________________________

STUDY CENTRE:____________________________________

Please remember that it is compulsory to submit your assignment before you can take the Term End Examination. Also remember to keep a copy of your assignment with you and to take a receipt from your Study Centre when you submit the assignment.

Good Luck,

Assignment :- DAA-1 :-Basics of Accounting

Last Date of Submission At Study Center :- 30/07/2017 **Max Marks: 100**

Q – 1(A) Explain the Accounting Standard – 2 (AS – 2) Valuation of Inventories.

[15]

Q – 1 (B) Discuss the Accounting Standard – 5 (AS -5) Net Profit or Loss for the Period.

[15]

Q -2 Write a short Notes: **[30]**

1. Components of cost
2. Government Grants
3. Cost Concept

Q – 3(a) Explain the Accounting Concept of Full Disclosure and Matching Concept.

[15]

Q – 3(b) Discuss in brief regarding Accounting Standard – 13, Accounting for Investments.

[15]

Q – 4 Answer the following questions: **[10]**

1. What is Accrual concept?
2. How many techniques are available for Accounting of Amalgamations?
3. Which are the approaches for the accounting treatment of government grants?
4. How many types of construction contracts are formulated?
5. Which are the retirement benefits recorded in the financial statement of employers?

Assignment :- DAA-2 - Analytical Accounting

Last Date of Submission At Study Center :- 30/07/2017 Max Marks: 100

Q – 1(A) Explain Operating, Investing and Financing Activities of Cash Flow Statement?

[15]

Q – 1(B)Explain various types of Balance Sheet ratios? **[15]**

Q – 2(A) The following is the Balance Sheet of Vadodra Ltd. as at 31-3-2013:

[15]

Particular	Amount	Particular	Amount
Equity share capital	30,000	Plant & Machinery	60,000
Reserves	20,700	Stock of Goods	15,000
Debentures	30,000	Debtors	3,500
Creditors	5,000	Bills receivable	1,500
Bills payable	2,000	Cash	7,700
	87,700		**87,700**

2012-13: Total sales Rs. 60,000; Net profit: Rs. 12,000

From the above information calculate the following ratios and explain what they show:

(1) Current Ratio

(2) Liquidity ratio

(3) Debtors ratio

(4) Net profit to sales ratio

(5) Return on Equity shareholders fund

Q – 2(B) Balance sheets of Sun Ltd. as on 1-1-2012 and 31-12-2012 were as follows:

Particular	1-1-2012	31-12-2012	Particular	1-1-2012	31-12-2012
Creditors	20,000	22,000	Cash	5,000	4,000
Bank Loan	25,000	-	Debtors	15,000	25,000
Debenture	20,000	25,000	Stock	17,500	12,000
Capital	50,000	86,000	Land & Building	37,500	56,000
			Machinery	40,000	36,000
	1,15,000	1,33,000		1,15,000	1,33,000

During the year a machine costing Rs. 10,000 (accumulated depreciation Rs. 3,000) was sold for Rs. 5,000. The provision for depreciation against machinery as on 1-1-2012 was
Rs. 15,000 and on 31-12-2012 Rs. 20,000. Net profit for the year 2012 amounted to Rs. 25,000. You are required to prepare Cash Flow Statement. **[15]**

Q – 3 (A) **Write a Short Note** **[20]**

1. Statement of changes in working capital
2. Limitations of Cash flow analysis
3. Utility of Ratio analysis
4. Composite Ratio

Q – 3 (B) **From the following Balance-Sheets of X Ltd., Prepare Fund Flow statement for the year 2012 and 2013.** **[20]**

Particular	31-12-2012	31-12-2013	Particular	31-12-2012	31-12-2013
Eq. share capital	3,10,000	4,00,000	Goodwill	1,25,000	90,000
8% Re. Pref. Share capital	1,50,000	1,00,000	Land & Building	2,00,000	1,70,000
General Reserve	40,000	70,000	Machineries	80,000	2,00,000
Profit & Loss A/c.	30,000	48,000	Debtors	1,60,000	2,00,000
Proposed Dividend	42,000	50,000	Stock	77,000	1,09,000
Creditors	55,000	83,000	Bills receivable	20,000	30,000
Bills payable	20,000	16,000	Cash on hand	12,000	10,000
Provision for taxation	40,000	50,000	Bank balance	13,000	8,000
	6,87,000	**8,17,000**		**6,87,000**	**8,17,000**

Additional Information:

(1) During the year 2012 depreciation charged was Rs. 10,000 on machineries and Rs. 20,000 on land & building.

(2) Interim dividend paid during 2012 summed to Rs. 20,000.

(3) Taxation paid during the year 2012 was Rs. 35,000.

Assignment :- DAA-3

Accounting in Special Situation for Companies

Last Date of Submission At Study Center :- 30/07/2017 **Max Marks: 100**

Q=1 (A) Gita Ltd. Acquired all share of sita ltd.on 1-4-2013.The balance sheet of both the corporate as on 31-03-2014 are as follows: **(20)**

Liabilities	Gita Ltd RS.	Sita Ltd RS.	Assests	Gita Ltd RS.	Sita Ltd RS.
Share capital	2,00,000	1,20,000	Sundry Assets	2,40,000	2,60,000
General reserve (1-4-2013)	1,00,000	60,000	Share of Sita ltd		
Profit and loss A/c	1,00,000	40,000	(at cost)	2,20,000	
Creditors	60,000	40,000			
	4,60,000	2,60,000		4,60,000	2,60,000

On 1-04-2013 the Profit and loss account of Sita ltd. Showed a credit balance of Rs.12000. Prepare a Consolidated Balance Sheet as on 31st March 2014.

(B) Following are the Balance sheets of Jay Ltd. and Vijay Ltd. as on 31-12-2012.

Jay ltd had purchased 16000 shares of Rs 10 each of vijay Ltd, on 1-1-2012.

Liabilities	Jay Ltd RS.	Vijay Ltd RS.	Assests	Gita Ltd RS.	Sita Ltd RS.
Share capital	2,40,000	2,00,000	Fixed Assets	1,60,000	2,40,000
General reserve (1-1-2012)	48,000	40,000	Share of Vijay ltd (at cost)	2,08,000	
Profit and loss A/c	1,36,000	1,12,000	Stock	48,000	60,000
Creditors	40,000	12,000	Debtors	40,000	80,000
Proposed dividend		20,000	Bank balance	8,000	4,000
	4,64,000	3,84,000		4,64,000	3,84,000

The credit balance of profit and loss a/c of Vijay Ltd. as on 1-1-2012 was RS. 32,000. Vijay Ltd. has paid 10% dividend during the year for the year 2011.Jay Ltd has credited dividend received by it to its profit and loss account. jay ltd has not made any entry for the proposed dividend of vijay ltd. at 10%.

From the above information, prepare consolidated balance sheet as on 31-12-2012.

Q.2 Answer the following questions (Any Two) (30)

1. State the method of preparing consolidated balance sheet.
2. Legal provision relating to holding body corporate (sec.212).
3. Good will and Capital reserve.
4. Explain Intercompany transaction in case of holding company.

Q.3 Answer the following questions in short (Any four) (20)

1. Explain the minority interest.
2. Define holding body corporate.
3. Revaluation of assets and liabilities.
4. Unrealized profit in stock.
5. Bonus share issued by subsidiary body corporate.

Q.4 Answer the following M.C.Q. (Any ten) (10)

1. Preparation of consolidated Balance Sheet of Holding Co. and its subsidiary company as per

(A) As 11 (B) AS – 22 (C) AS 21 (D) AS – 23

2. The share of outsiders in the Net Assets in subsidiary company is known as under :

(A) outsiders liability (B) Assets (C) subsidiary company's liability (D) Minority Interest

3. Pre-acquisition profit in subsidiary company is considered as :

(A) Revenue profit (B) Capital profit (C) Goodwill (D) Non of the above

4. Excess of cost of investment over paid up value of the shares is considered as:

(A) Goodwill (B) Capital Reserve (C) Minority Interest (D) Non of above

5. Excess of paid up value of the shares over cost of investment is considered as:

(A) Goodwill (B) Capital Reserve(C) Minority Interest (D) Non of above

6. Profit earned before acquisition of share is treated as

(A) Capital profit (B) Revenue profit (C) General Reserve (D) Revaluation Loss

7. Profit earned after acquisition of share is treated as

(A) Capital profit (B) Revenue profit(C) General Reserve (D) Revaluation Loss

8. Preparation of consolidated statement as per AS 21 is

(A) Optional (B) Mandatory for listed Companies

(C) Mandatory for Pvt. Ltd. (D) Companies Ltd. partnership firm

9. Holding Co. share in capital profits of subsidiary company is adjusted in :

(A) Cost of control (B) Shown on Assets side of Balance sheet

(C) Revenue profit (D)None of above

10. Holding Co. share in revenue profits of subsidiary company is adjusted in :

(A) Cost of control (B) Shown on Assets side of Balance sheet

(C) Profit and loss account (D) None of above

11. . Unrealized profit on goods sold and included in stock is deducted from :

(A) Capital Profit (B) Revenue Profit (C) Fixed Assets (D) Minority interest

12. Face value debentures of subsidiary co. held by Holding Company is deducted from :

(A) Debentures (B) Cost of control

(C) Minority interest (D) Debentures in consolidated balance sheet

<u>Assignment :- DAA-4</u>

DAA- Developments in Accounts

Last Date of Submission At Study Center :- <u>30/07/2017</u> **Max-Marks: 100**

Q=1 A.Following are the Balance sheets of Radha Ltd. and Krishna Ltd. as on 31-3-2014.

(20)

Liabilities	Radha Ltd RS.	Krishna Ltd RS.	Assests	Radha Ltd RS.	Krishna Ltd RS.
Paid up Share capital:			Fixed Assets	5,40,000	3,00,000
Equity shares of Rs 100 fully paid	4,00,000		Investments (M.V)		45,000
Equity share of Rs 100 each Rs 50 paid up		3,00,000	Current assets	1,80,000	1,44,000
General reserve	50,000		Preliminary expenses	30,000	11,000
10% debenture	1,50,000	1,00,000	P& L A/c	--	50,000
Creditors	1,50,000	1,50,000			
	7,50,000	**5,50,000**		**7,50,000**	**5,50,000**

On 1-04-2014 Radha ltd agreed to absorb Krishna ltd on the following conditions:

1. The fixed assets of radha ltd as shown in the books are 10% less than the market value where as the current assets of Krishna ltd includes stock worth 44,000 which is over valued by 10%.
2. The purchase consideration was to be satisfied by issue of three fully paid equity shares of radha ltd in exchange of 10 equity shares of Krishna ltd on the basis of intrinsic value of their share and balance sum in cash.

Prepare ledger accounts in the books of Krishna ltd.

B. Following are the Balance sheets of Sachin Ltd. and Rahul Ltd. as on 31-3-2014. (20)

Liabilities	Sachin Ltd RS.	Rahul Ltd RS.	Assests	Sachin Ltd RS.	Rahul Ltd RS.
Share capital	2,00,000	1,60,000	Good will	1,20,000	60,000
Reserve	50,000	1,20,000	Machinery	2,40,000	3,12,000
Dividend equalization fund	30,000	80,000	Investment	40,000	40,000
Profit and loss A/c		40,000	Stock	40,000	1,00,000
debentures	2,40,000	2,00,000	Debtors	1,30,000	1,10,000
Creditors	1,00,000	60,000	Debtors	1,30,000	1,10,000
Bills payable	20,000	20,000	Cash	40,000	18,000
			Bills payable	30,000	40,000
	6,40,000	**6,80,000**		**6,40,000**	**6,80,000**

It was agreed that rahul ltd will absorb sachin ltd on this date.The purchase consideration was to be discharged by issue of shares in rahul ltd on the basis of intrinsic values of shares. The face value of shares of sachin ltd was Rs 10 per share on which Rs 5 per share was paid up, whereas the nominal value of share of rahul ltd was Rs 10 on which Rs 4 was paid up. Debtors of rahul ltd include Rs 20,000 due by sachin ltd.

All bills payable of Sachin ltd are drawn by Rahul ltd. stock of Sachin Ltd includes goods valued at 40,000 purchased from Rahul ltd. which has sold goods so as to realize 25% profit on sales.

Draft journal entries in the books of Rahul ltd.

Q.2 Answer the following questions (Any Two) (30)

1. What is purchase consideration? Explain it.

2. Write a note on director's report and auditor's report.

3. Explain pooling of interest technique.

4. Write a note on accounting ratio provided in annual reports.

Q.3 Answer the following questions in short (Any four) (20)

1. How to calculate good will or capital reserve.

2. What is Human resource A/c?

3. What is absorption?

4. Explain the types of Amalgamation.

5. which type of information includes in index page?

Q.4 Answer the following M.C.Q. (Any ten) (10)

1. Amalgamation of companies is governed by _____.
   a) AS–13 b) AS–14 c) AS–9 d) AS–11
2. The scheme of amalgamation can involve _____ companies
   a) none b) two c) one d) three
3. The amalgamation requires approval of _____.
   a) High Court b) Registrar of Companies c) Central Government d) Directors

4. Approval by ____ a shareholders is necessary for treatment as in nature of merger.

a) 51% b) 75% c) 90% d) 80%

5. Approval by _____ % of shareholders is required for implementation of the scheme of amalgamation.

a) 51% b) 75% c) 80% d) 90%

6. In case of purchase method, transferee company should record assets at _____.

a) book value b) cost c) market value d) agreed value

7. In case of pooling of interest method, transferee company should record assets at ________________

a) cost b) market value c) agreed value d) book value

8. Amalgamation Adjustment Account is required in respect of _____.

a) general reserve b) statutory reserve c) security premium d) capital reserve

9. The excess of net asset value over consideration is _____.

a) capital reserve b) security premium c) profit or loss d) goodwill

10. AS–14 covers amalgamation of __________.

a) companies b) firms c) firms and company d) Directors and Partners

11. On amalgamation, the transferer company transfer its assets to Realisation Account at _____________.

a) agreed value b) book value c) market value d) original cost

12. For accounting mergers, the method followed is _____.

a) Pooling of Interest Method b) Equity Method

c) Purchase Method d) none of the above