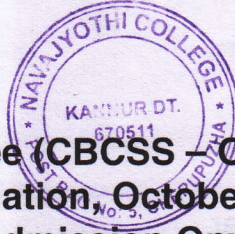




K24P 3866

Reg. No. :

Name :



**I Semester M.Com. Degree (CBCSS – OBE – Reg./Supple./Imp.)
Examination, October 2024
(2023 Admission Onwards)**

CMCOM01C04 : ADVANCED FINANCIAL ACCOUNTING

Time : 3 Hours

Max. Marks : 60



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

1. Explain the objectives of Human Resource Accounting.
2. Explain the purpose of valuation of shares.
3. What are the factors affecting valuation of goodwill ?
4. Explain the features of inflation accounting.
5. Describe the rôle of Public Accounts Committee.
6. What do you understand about :
 - a) IFRS
 - b) IAS
 - c) SIC.

(5×3=15)

SECTION – B

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

7. Jain Rani commenced Voyage No. 362 on 1st October 2023 from Kochi to London and back. The voyage was completed on 30th November 2023. The ship was insured and the annual premium was Rs. 1,20,000. Prepare Voyage Account.

P.T.O.



Freight earned (outward)	5,00,000
Freight earned (inward)	3,50,000
Insurance of ship for the year	2,40,000
Depreciation (annual)	4,80,000
Bunker	1,50,000
Port dues	25,000
Wages and Salaries	2,50,000
Sundry expenses	25,000
Stores consumed	84,000
Passage money received	50,000
Lighting charges	33,000

Address commission 5% on outward and 4% on inward freight. Primage is 5% on freight. Manager is to get a commission of 10% of net profit earned after charging such commission. Stores and coal on hand were valued at Rs. 15,000 on 30th November 2023.

8. On 1st April 2023, Janatha Ltd. has Rs. 3,00,000, 6% Government stock at Rs. 94 each (face value Rs. 100). Interest is payable half yearly on 31st March and 30th September. The company sold Rs. 90,000 of the stock of Rs. 95 cum interest on 1st June 2023. Draw up 6% Government stock account in the investment ledger for the year ended 31st March 2023. Ignore brokerage and income tax. The stock was quoted at Rs. 96 ex-interest at the stock exchange on that date.

9. Describe the role of Comptroller and Auditor General of India.

10. Explain the need and importance of Global Accounting Standards.

11. Briefly explain any 5 IFRS.

(3×5=15)

SECTION – C

Answer **any three** questions. **Each** question carries **ten** marks.

12. Subha Rani had to complete 2 trips between Kochi and Mumbai to carry 3,000 tonnes of coconut to Mumbai and 3,500 bales of cotton to Kochi on its return journey. The 1st trip carried 1,600 tonnes of coconut to Mumbai and 2,000 bales of cotton to Kochi. The 2nd trip carried the balance of coconut and



cotton to Mumbai and Kochi respectively. The freight charge is Rs. 400 per tonne of coconut carried and Rs. 200 per bale of cotton carried. The voyage was started on 15th September 2014 and both the trips were completed on 15th December 2014. The following are the other particulars related to voyage.

Diesel and fuel charges	9,00,000
Port charges at Kochi	1,20,000
Port charges at Mumbai	1,60,000
Fresh water and other charges	60,000
Salaries of crew	4,20,000
Sundry stores	80,000
Lighterage charges	30,000
Insurance on ship	1,80,000
Insurance on freight	1,40,000
Stevedoring	
Coconut @ Rs. 20 per tonne	
Cotton @ Re. 1 per bale	

Other information :

- a) Primage is 8% of freight.
- b) Address commission is 4% of freight on coconut and 5% of freight on cotton.

Prepare the voyage account for the voyages taken together for the period.

13. Define Goodwill and describe the different methods of valuing Goodwill.

14. From the following information, find the claims under loss of profit policy.

Sales in 2013	Rs. 1,00,000
Sales in 2014	Rs. 1,20,000
Sales in 2015	Rs. 1,44,000
Sales in 2016	Rs. 1,72,800
Standing charges (all insured) in 2016	Rs. 7,280
Net profit in 2016	Rs. 10,000
Policy value	Rs. 50,000



Date of dislocation by fire	01-01-2017
Period of dislocation	3 months
Indemnity period	9 months
Sales from 01-01-2016 to 31-03-2016	Rs. 43,200
Sales from 01-01-2017 to 31-03-2017	Rs. 11,840
Additional expenses to maintain sales amounted to Rs. 3,000 and savings in standing charges amounted to Rs. 1,000.	

15. Explain the general principles of Government Accounting.
16. On 31st December 2017, the Balance Sheet of a limited company disclosed the following :

Liabilities	Amount	Assets	Amount
Issued capital in Rs. 10 shares	4,00,000	Goodwill	40,000
Reserves	90,000	Fixed assets	5,00,000
P and 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 profit after tax for the three years were 2015 – Rs. 51,600, 2016 – Rs. 52,000 and 2017 – Rs. 51,560 of which 20% was placed to the reserve, this proportion being considered reasonable in the industry in which the company engaged and where a fair investment return may be taken at 10%.

Compute the value of company's shares by

- Assets backing method and
- Yield method.

(3×10=30)



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