

QP CODE

Enrollment Number:

H2097

Name:

M.COM DEGREE EXAMINATIONS, MARCH 2026

Third Semester

M.Com

M21CM01DE – Advanced Corporate Accounting

(2024 July admissions)

Time: 3 Hours

Max Marks: 70

Section A

Answer any five of the following questions in two or three sentences each. Each question carries 2 marks.

1. What is meant by an Accounting Standard?
2. Define a holding company.
3. Who are contributories?
4. Define Human Resource Accounting.
5. State any two features of Human Resource Accounting.
6. What is the historical cost approach of HR valuation?
7. State any two limitations of Human Resource Accounting.
8. Mention any two objections against Human Resource Accounting.

(2X5=10)

Section B

Answer any six of the following questions in a paragraph each. Each question carries 5 marks.

9. Explain the advantages of holding companies.
10. Explain the present value approach to human resource valuation.
11. Explain the consolidation procedure of holding and subsidiary companies.
12. Explain the importance of Human Resource Accounting.
13. Explain the concept of minority interest and discuss its calculation and treatment in the consolidated balance sheet.
14. Explain the features of Insolvency and Bankruptcy Code 2016.
15. Describe the advantages of Historical Cost Approach.

16. The following information is extracted from the Balance Sheet of AB Limited, as on 31st March, 2025.

Assets:

Freehold property – ₹3,20,000 (Estimated to realise ₹ 3,00,000)

Plant and machinery – ₹2,00,000 (Estimated to realise ₹ 1,80,000)

Stock – ₹1,00,000 (Estimated to realise ₹ 90,000)

Book debts – ₹70,000 (₹10,000 considered bad)

Cash at bank – ₹20,000

Liabilities:

Debenture holders secured on freehold property – ₹2,00,000

Creditors – ₹1,20,000

Bills payable – ₹40,000

Preferential creditors – ₹30,000

Share capital (₹10 each) – ₹2,50,000

Prepare a Statement of Affairs as on the date of liquidation.

17. Describe the procedure for winding up of a company by the court.

18. Explain the opportunity cost method of Human Resource Accounting.

(5X6=30)

Section C

Answer any two of the following questions in four pages each. Each question carries 15 marks.

19. The following balance sheets relate to X Ltd. and Y Ltd. as on 31 March 2025:

Balance Sheet of X Ltd.

Liabilities	₹	Assets	₹
Equity Share Capital (₹10 each)	6,00,000	Fixed Assets	6,00,000
General Reserve	1,50,000	Stock	2,00,000
Creditors	2,50,000	Debtors	1,20,000
		Cash	80,000
Total	10,00,000	Total	10,00,000

Balance Sheet of Y Ltd.

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Liabilities	₹	Assets	₹
Equity Share Capital (₹10 each)	4,00,000	Fixed Assets	4,00,000
General Reserve	1,00,000	Stock	1,50,000
Creditors	2,00,000	Debtors	70,000
		Cash	80,000
Total	7,00,000	Total	7,00,000

X Ltd. agrees to take over Y Ltd. on the following terms:

- Payment of purchase consideration by issue of equity shares of X Ltd.
- Fixed assets of Y Ltd. to be taken over at ₹3,50,000.
- Stock to be valued at ₹1,40,000.

You are required to:

1. Calculate purchase consideration.
 2. Pass journal entries in the books of X Ltd.
 3. Prepare the opening balance sheet of X Ltd. after amalgamation.
20. Explain the objectives and functions of the Accounting Standards Board. Discuss in detail Indian Accounting Standards.
21. Explain the meaning, importance, and modes of liquidation of a company. Describe the procedure of liquidation.
22. The following is the balance sheet of A Ltd and B Ltd as at 31st March 2025.

Particulars	A Ltd	B Ltd
Liabilities		
Equity Share Capital (Shares of Rs 10 each)	40,00,000	10,00,000
Reserves	12,00,000	--
Trade Payables	2,80,000	1,60,000
	54,80,000	11,60,000
Assets		
Investments (100% Shares B Ltd made on 31-3-2025)	10,00,000	---
Sundry Assets	44,80,000	11,60,000
	54,80,000	11,60,000

- a) Prepare the consolidated Balance Sheet of A Ltd and B Ltd as on 31st March 2025.

(15X2=30)