

Code: 12E01304

MBA (Finance) III Semester Regular & Supplementary Examinations January 2015

CORPORATE ACCOUNTING
(For students admitted in 2011, 2012 & 2013 only)

Time: 3 hours

Max. Marks: 60

Answer any FIVE questions
All questions carry equal marks

- 1 Explain the terms: Ex-interest and Cum-interest in connection with the purchase and sale of debentures.
- 2 What do you mean by bonus shares? State the advantages of bonus shares.
- 3 Define purchase consideration. State how it can be calculated.
- 4 Explain and illustrate the super-profit method of valuation of goodwill.
- 5 Enumerate the stages, envisaged in a yield based valuation and a productivity factor based valuation of shares.
- 6 What do you understand by the following terms:
 - (a) Standard assets.
 - (b) Sub-standard assets.
 - (c) Doubtful assets.
 - (d) Loss assets.
- 7 (a) The following balances are extracted from the books of AB life insurance corporation:
Life insurance fund (as on 31.3.2014) Rs 1600 lakhs
Net liabilities as per valuation Rs 1200 lakhs
Interim bonus paid Rs 150 lakhs
You are required to show
 - (a) The valuation balance sheet as on 31-03-2014.
 - (b) The distribution statement.
- 8 Explain the various methods for calculation of purchase consideration with regard to amalgamation of companies.
