



UNIVERSITY OF NORTH BENGAL

B.Com. LL.B. (5 yr.) Honours 2nd Semester Examination, 2021

ADVANCED ACCOUNTING

PAPER CODE- FC04

Time Allotted: 2 Hours

Full Marks: 50

The figures in the margin indicate full marks.

The students should attempt questions any *two* questions from Group B compulsorily and any *four* from Group A

GROUP-A

Answers Word Limit less than equals to 200

10×4 = 40

1. From the following information calculate the value of goodwill on the basis of 3 years purchase of super profits of the business calculated on the average profit of the last four years with simple average: 10
 - (i) Capital employed – Rs. 50,000
 - (ii) Trading profit (after tax):
 - 2010 Rs. 12,200
 - 2011 Rs. 15,000;
 - 2012 Rs. 2,000 (loss); and
 - 2013 Rs. 21,000
 - (iii) Rate of interest expected from capital having regard to the risk involved is 10%.
 - (iv) Remuneration from alternative employment of the proprietor (if not engaged in business) Rs. 3,600 p.a.
2. What is Holding Company? Write its advantages and disadvantages. 10
3. What are the differences between preference share and equity share? 10
4. Explain different methods of goodwill valuation. 10
5. A Limited Company issued 25,000 Ordinary Shares of Rs. 25 each payable Rs. 5 on application, Rs.10 on allotment and Rs. 5 each on subsequent calls, 20,000 shares were fully subscribed and money dully received. You are required to give journal entries, Cash Book and Balance Sheet of the Company. 10

6. Describe the difference between merger and acquisition. 10

GROUP-B

Answers Word Limit less than equals to 100

7. Write short notes on: (any *two*) 5×2 = 10
- (a) Revenue Expenses
 - (b) Share
 - (c) Goodwill
 - (d) Dividend.

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