

Reg. No.....

Name.....

B A, B SC, B COM DEGREE END SEMESTER EXAMINATION - APRIL 2026**UGP (HONS.) SEMESTER - 2: DISCIPLINE SPECIFIC COURSE****COURSE: 24UCOMDSC108 - FOUNDATIONS OF CORPORATE ACCOUNTING***(For Regular 2025 Admission)*

Time: 2 Hours

Max. Marks - 70

PART A**(Answer any 10 questions out of 12; each carries 2 marks)**

1. Name any 2 sources of buy-back of shares (CO3, R)
2. What is a Redeemable Preference share? (CO4, R)
3. Who can become a member in a company? (CO2, U)
4. What is the minimum number of directors required for the incorporation of a company? (CO1, U)
5. List any two situations where a Tribunal may order the compulsory winding up of a company on just and equitable grounds. (CO5, An)
6. What is the purpose of DSC in the registration of a company? (CO1, U)
7. State the two primary modes of winding up a company. (CO5, R)
8. Define Company. (CO1, R)
9. What do you mean by Pro rata allotment? (CO3, U)
10. What is a Shelf Prospectus, and what is its primary advantage? (CO2, U)
11. Who are Untraceable Shareholders and how are they treated? (CO4, R)
12. What are Secured Debentures? (CO2, U)

(2 x 10 = 20)**PART B****(Answer any 5 questions out of 8; each carries 6 marks)**

13. Suha Ltd forfeited 150 shares of ₹ 100 each for the non-payment of the final call of ₹ 35. These shares were reissued to Aisha for ₹ 55 per share. Calculate the amount to be transferred to the capital reserve. (CO3, A)
14. Explain the different categories of persons who can become members of a company and the general rules regarding minors as members. (CO2, U)
15. Maya Ltd. offers new shares of ₹ 100 each at a premium of 10% to the existing shareholders in the ratio of two shares for every five shares held. The market price of a share is ₹ 124. Calculate the value of right. (CO3, A)

16. Explain the provisions under the Companies Act 2013 relating to the issue and redemption of preference shares. (CO4, R)
17. Explain the characteristics of a registered company. (CO1, U)
18. Explain the duties of the Official Liquidator (CO5, U)
19. Explain the different kinds of preference shares. (CO2, U)
20. Explain the different ways in which a limited company can alter its share capital. (CO2, U)
- (6 x 5 = 30)**

PART C

(Answer any 2 questions out of 4; each carries 10 marks)

21. Given below is the balance sheet of Souparnika Ltd as on 31-03-2023

Particulars	Note No	Amount (₹)
I. Equity and Liabilities		
1. Shareholders' fund		
i. Share Capital		
a. Equity Share Capital		
50,000 shares of ₹ 10 each		5,00,000
b. 12% Preference Share Capital		
75,000 shares of ₹ 10 each		7,50,000
ii. Reserves and Surplus		
Capital Reserve		5,00,000
General Reserve		25,00,000
2. Non-Current Liabilities		1,00,000
3. Current Liabilities		
Trade Payable		14,00,000
Total		57,50,000

II. Assets		
1. Non Current Assets		
a. Fixed Assets - Tangible		15,00,000
b. Non-Current Investments		12,00,000
2. Current Assets		30,50,000
	Total	57,50,000

The company purchased its own 10,000 equity shares of ₹10 each at ₹ 25 per share on 1-04-2023 out of free reserves.

Pass necessary journal entries. Also, prepare the balance sheet after the buyback. (CO3, A)

22. Define compulsory winding up of a company and explain the different grounds for compulsory winding up. (CO5, An)
23. Explain the legal positions with duties and responsibilities of a company Secretary with respect to a company. (CO1, U)
24. Spotlight Ltd. has issued 60,000, 8% redeemable preference shares of ₹ 20 each and 4,00,000 equity shares of ₹ 10 each. The preference shares are redeemable at a premium of 5% on 1st April 2023. As of 31.03.2023, the company's balance sheet stood as follows:

BALANCE SHEET

Particulars	Note No.	₹
I. EQUITY AND LIABILITIES:		
1. Shareholders Fund		
a.) Share Capital		
60,000, 8% Redeemable Preference Shares of ₹ 20 each		12,00,000
4,00,000 Equity Shares of ₹ 10 each		40,00,000
b.) Reserves and Surplus		
Statement of Profit & Loss		7,00,000
2. Non-Current Liabilities		
3. Current Liabilities		
a. Creditors		11,00,000
	Total	70,00,000
II. ASSETS		
1. Fixed Assets:		
a) Plant and Machinery		25,00,000
b) Furniture		9,00,000
2. Current Assets		
a) Stock		15,00,000
b) Sundry Debtors		14,00,000
c) Investments		3,50,000
d) Cash at Bank		3,50,000
	Total	70,00,000

It is decided:

- i. To sell the investments for ₹3,00,000
- ii. To finance the part of redemption from the company's fund, subject to leaving a balance of ₹ 2,00,000 in the profit and loss account, and
- iii. To issue a sufficient number of equity shares of ₹10 each at a premium of ₹ 2 per share to raise the balance of the fund required.

The preference shares are duly redeemed. Give journal entries and show the balance sheet after redemption.

(CO4, A)

(10 x 2 = 20)