

ST. JOSEPH'S COLLEGE OF LAW
#18, Residency Road, Bengaluru – 560025

Internal Assessment Examinations - August 2022

Subject: Corporate Accounting

Class: 1 B.com LLB

Max Marks: 10

Time: 1 Hr

Instructions:

- Answer any one essay type question from Part A and any one short note question from Part B.
- Essay type question carries 7 marks and the short note question carries 3 marks.

Part A

7 x 1= 07

- 1) X Ltd. issued 5,00,000 equity shares of 10 each. A, B, C and D underwrite the entire issue in the ratio of 4:3:2:1 respectively. Applications were received for 4,50,000 shares of which marked applications were as follows A-2,20,000 shares, B-1,10,000 shares, C-90,000 shares and D-10,000 shares.
Calculate the Liability of the Underwriters.

OR

- 2) Calculate Sales Ratio using the following:
A company was incorporated on 1-8-2018 and acquired the business with effect from 1-4-2018
Total sales from 1-4-2018 up to 31-3-2019 was Rs. 600000
- Sales for April and May = 1 1/2 times the average monthly sales.
 - Sales from June to October = 1/2 times of average monthly sales
 - Sales for November and December = 1/4 times of average monthly sales
 - sales from January to March = 2 times the average monthly sales.

Part B

3X1=03

- 1) Write the meaning for the following :
- Underwriter
 - Marked application
 - Unmarked application

Or

2) Calculate Gross profit and Time Ratio using the following information

A company was incorporated on 1-8-2018 and acquired the business with effect from 1-4-2018 the books of accounts end on 31st March 2019

- Purchases ₹. 100,000
- Sales ₹. 200,000
- Opening stock ₹. 1000
- Closing stock ₹,2000