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FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE
Second Semester MCOM Degree Examination, March/April 2021
MCM2C06 – Advanced Corporate Accounting
(2020 Admission onwards)

Time: 3 hours

Max. Weightage : 30

SECTION – A

Answer any four questions. Each question carries 2 weightage.

1. Explain Non-Controlling Interest (NCI)
2. What is finance lease?
3. What is tax base?
4. What is proactive accounting?
5. What do you mean by external reconstruction?
6. Write a note on investment account.
7. What is forensic accounting?

(4 x 2=8 weightage)

SECTION-B

Answer any four questions. Each question carries 3 weightage.

8. Vidya Ltd. went into liquidation. Its assets realised Rs. 350000 excluding amount realised by sale of securities held by the secured creditors. The following was the position:

Share capital 1000 shares of Rs100 each Rs.100000

Secured creditors (securities realised Rs.40000) Rs.35000

Preferential creditors Rs.6000

Unsecured creditors Rs.140000

Debentures having floating charge on the assets of the company Rs.250000

Liquidation expenses Rs.5000

Liquidator's remuneration Rs7500

Prepare the liquidator's final statement of account.

9. The following is the Balance sheet of Bharath Co Ltd. on 31.12.2008

LIABILITIES	Amount	ASSET	Amount
Share Capital :		Patents at cost	850000
7500 preference shares Rs.100	750000	Leasehold premises	130800
5000 equity shares of Rs.100	500000	Plant and Machinery	42200
Sundry creditors	30000	Stock on hand	55000
Bank Overdraft	20000	Discount on issue of shares	18000
		Sundry Debtors	76500
		Preliminary Expenses	12000
		Profit and Loss A/C	115000
		Cash in hand	500
	1300000		1300000

The company suffered huge losses and were not getting on well, and therefore it was decided to reconstruct the company. The following Scheme was adopted:

a. The preference shares be reduced to an equal number of fully paid shares of Rs.50 each

b. The equity shares be reduced to an equal number of fully paid shares of Rs.25 each

c. The amount thus rendered available for the reduction of assets be apportioned as follows :

Preliminary expenses, profit and loss account and discount on issue of shares to be written off entirely: Rs.30800 off the leasehold premises; Rs.15000 off the stock; 20% off the plant and machinery and sundry debtors and the balance available to be written off patents.

Pass journal entries and also prepare capital reduction account.

10. Depreciable amount of a depreciable asset on 31.03.2016 is Rs.100000 and as on 31.03.2017 is Rs.90000. Tax base of the depreciable asset as on 31.03.2016 is Rs.100000 and as on 31.03.2017 is Rs.75000.

Compute deferred tax liability assuming a tax rate of 30%

11. A Ltd agrees to take over the business of B Ltd on the following terms:

A. The shareholders of B Ltd are to be paid Rs.25 in cash and offer of four shares of Rs.10 each in A Ltd for every shares of B Ltd. B Ltd has 100000 shares outstanding.

B. The debenture holders holding 5000 debentures of Rs.100 each are to be redeemed at a premium of 10%

C. Cost of liquidation amounting to Rs.50000 are to be borne by A Ltd.

Compute purchase consideration

12. Explain the current cost accounting approach.
13. What are the different methods of purchase consideration?
14. What are the objectives of inflation accounting?

(4 x 3=12 weightage)

SECTION-C

Answer any two questions. Each question carries 5 weightage.

15. From the Balance Sheet and information given below, prepare Consolidated Balance Sheet.

BALANCE SHEET
As at 31st March, 2019

Liabilities	H Ltd	S Ltd	Assets	H Ltd	SLtd
	Rs	Rs		Rs	Rs
Share Capital:			Sundry Assets	8,00,000	1,20,000
of Rs. 10 fully paid	10,00,000	2,00,000	Stock	6,10,000	2,40,000
Profit & Loss A/C	4,00,000	1,20,000	Debtors	1,30,000	1,70,000
Reserve	1,00,000	60,000	Bills Receivable	10,000	-
Creditors	2,00,000	1,20,000	Shares in S		
Bills Payable	-	30,000	Ltd. 15,000 at cost	1,50,000	-
	17,00,000	5,30,000		17,00,000	5,30,000

- (i) All the profit of S Ltd. has been earned since the share were acquired by H Ltd. But there was already Reserve of Rs. 60,000 at that date.
 - (ii) The bills accepted by S Ltd. Rs. 10,000 are in favour of H Ltd
 - (iii) Sundry assets of S Ltd. are undervalued by Rs. 20,000.
 - (iv) The stock of H Ltd includes Rs. 50,000 bought from S Ltd. at a profit to the latter of 25% on cost.
16. Amar Limited agreed to acquire the business of Kumar Limited as on 31 December, 2018. The summarized balance Sheet of Kumar Limited on that date was as under:

Liabilities	Rs	Assets	Rs.
Share Capital in fully paid shares of Rs. 10 each.	3,00,000	Goodwill	50,000
General Reserve	80,000	Land, building and machinery	3,20,000
Workmen's compensation fund	5,000	Stock-in-trade	84,000
Profit & Loss A/C	55,000	Debtors	18,000
6% Debentures	50,000	Cash and Bank balance	28,000
Creditors	10,000		
	5,00,000		5,00,000

The consideration payable by Amar Limited was agreed as under.

- (i) Cash payment equivalent to Rs. 2.50 for every share of Rs. 10 in Kumar Ltd.
- (ii) Issue of 45,000 Rs. 10 shares fully paid, in Amar Ltd. having an agreed value of Rs. 15 per share.
- (iii) Issue of such an amount of fully paid 5 per cent Debentures of Amar Ltd. At 96 per cent as is sufficient to discharge the 6 per cent Debentures of Kumar Ltd. at a premium of 20 per cent.

While arriving at the agreed consideration, the directors of Amar Ltd valued Land, Building and Machinery at Rs. 6, 00,000, the stock-in-trade at Rs 71,000 and the debtors at their book –value subject to an allowance of 5 per cent to cover doubtful debts. The cost of liquidation of Kumar Ltd was Rs 2, 500

On the date of acquisition, Kumar Ltd. had a liability towards a workman for compensation against an injury. The amount was ascertained at Rs. 3,000. The company paid the compensation in cash to the worker.

Amar Ltd. also issued to the public 5,000 shares of Rs 10 each at Rs.15 per share. The share were fully subscribed and paid for.

You are required to draft journal entries in the book of Kumar Ltd; Also pass the opening journal entries in the books of Amar Ltd. and prepare its opening Balance Sheet.

17. What is human resource accounting? Give the main problems and limitations of human resource accounting.
18. Write a detail note on revenue from contract with customers (Ind AS 115)

(2 x 5=10 weightage)

FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE
Second Semester MCOM Degree Examination, March/April 2021
MCM2C07 – Advanced Strategic Management
(2020 Admission onwards)

Time: 3 hours

Max. Weightage : 30

SECTION A

Answer any four questions. Each question carries 2 weightage

1. What do you mean by value chain analysis?
2. Write a note on C S F?
3. Distinguish between strategic versus operation decision?
4. What do you mean by hierarchy of strategic intent?
5. What information does ETOP contain?
6. Write a note on environmental scanning?
7. Write any four characteristics of strategic management?

(4 x 2 = 8 Weightage)

SECTION B

Answer any four questions. Each question carries 3 weightage

8. Define mission? What are the essentials of a good mission statement?
9. Why managers be aware of a firms external environment?
10. Discuss the steps involved in strategy implementation?
11. Explain criteria for evaluation strategic alternatives?
12. Discuss how strategic change can be managed in organization?
13. Discuss Mckinsey 7- S model?
14. Discuss the reason for adopting expansion strategy?

(4 x 3 = 12 Weightage)

SECTION C

Answer any two questions .Each question carries 5 weightage

15. What is turnaround strategy? what are the different approaches to turnaround strategy?
16. Describe the process of strategic management. Draw a neat chart showing comprehensively the different elements in the strategic management process?
17. Provide reasons as to why this corporate level strategy is adopted?
(a) Stability (b) expansion (c) retrenchment (d) combination
18. Select any organization and undertake SWOT analysis

(2 x 5 = 10 Weightage:)

FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE
 Second Semester MCOM Degree Examination, March/April 2021
MCM2C08 – Strategic Cost Accounting
 (2020 Admission onwards)

Time: 3 hours

Max. Weightage : 30

SECTION A

Answer any four questions. Each question carries 2 weightage

1. What is opportunity cost
2. What is direct costing
3. What is inter process profits
4. What is absorption costing
5. What is cost sheet
6. What do you mean by profit centre00
7. What is Kaizen concept

(4 x 2 = 8 weights)

SECTION B

Answer any four questions. Each question carries 3 weightage

8. What is Activity Based Costing and state the difference between traditional costing and Activity Based costing
9. What is Standard Costing and State the preliminaries to the establishment of Standard Cost
10. State the methods of apportionment of joint costs
11. The following data relate to XYZ Ltd Company
 - a) Normal Capacity 40000 units per month
 - b) Variable cost per unit Rs.6
 - c) Actual Production 44000 Units
 - d) Sales 40000 units @ Rs 15-per units.

Fixed manufacturing overhead Rs. 1,00,000/- per month on Rs.2.50 per unit at normal capacity. Other fixed expenses Rs.2,40,000/- per month. Prepare income statement under absorption costing.

12. Determine the amount of fixed expenses from the following particulars:

Sales	Rs. 2,40,000
Direct Material	Rs. 80,000
Direct Labour	Rs. 50,000
Variable OH	Rs. 20,000
Profit	Rs. 50,000

13. Calculate PV Ratio from the following data

Selling price Rs. 10 per unit

Variable cost Rs. 6

14. From the following information calculate total kms and total passenger kms

Number of buses 5

Days operated in the month 25

Trips made by each bus 4

Distance of route 20 km long

Capacity of Bus 50 passengers

Normal passenger travelling 90% of capacity

(4 x 3 = 12 weights)

SECTION C

Answer any two questions

15. Explain briefly the meaning of cost accounting and compare cost accounting with Management Accounting

16. State the meaning of Kaizen costing and Briefly explain the characteristics and tools for implementation of Kaizen costing

17. Product X is obtained after it passes through three distinct processes. You are required to prepare process accounts from the following information

	Total	Process		
		I	II	III
Material	15084	5200	3960	5924
Labour	18000	4000	6000	8000
Production Overhead	18000	-	-	-

1000 units @Rs.6/- per unit were introduced in Process I.

Production Overhead to be distributed as 100% on direct wages.

	Actual output (Units)	Normal loss	Value of scrap (Units)
Process I	950	5%	4
Process II	840	10%	8
Process III	750	15%	10

18. The profit volume ratio of Ulysis Manufacturers Ltd is 40% and the margin of safety is also 40%. Work out the following, if the sales volume is Rs.1.50 crore:

1. Break Even Point
2. Net Profit
3. Fixed cost

(2 x 5 = 10 weights)

FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE

Second Semester MCOM Degree Examination, March/April 2021

MCM2C09 – International Business

(2020 Admission onwards)

Time: 3 hours

Max. Weightage : 30

SECTION A

Answer any four questions. Each question carries 2 weightage

- 1 What are the foreign market entry strategies?
- 2 What is meant by hedging in Foreign Exchange Market?
- 3 Explain SWOT analysis.
- 4 Explain ASEAN.
- 5 What is meant by Current Account Convertibility?
- 6 Explain the Agreement on Anti-Dumping.
- 7 What do you mean by MFN?

(4 x 2 = 8 weights)

SECTION B

Answer any four questions. Each question carries 3 weightage

- 8 Discuss the challenges of WTO in the present scenario.
- 9 Distinguish between Purchasing Power Parity Theory and Interest Rate Parity Theory.
- 10 Explain the salient features of Global Political Risk Index.
- 11 Outline the drivers of international business.
- 12 What is Counter trade? What are its different types?
- 13 How do international businesses seek to minimize foreign exchange risks?
- 14 Explain the role of NAFTA in promoting trade among its member countries.

(4 x 3 = 12 weights)

SECTION C

Answer any two questions

- 15 What is international negotiation? Explain the different steps in international negotiation?
- 16 What is legal environment? Describe the different legal systems.
- 17 What is FDI? State and Explain the factors that influence FDI?
- 18 What is the contribution of MNCs towards the development of developing countries?

(2 x 5 = 10 weights)

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FAROOK COLLEGE (AUTONOMOUS), KOZHIKODE

Second Semester MCOM Degree Examination, March/April 2021

MCM2C10 – Management Science

(2020 Admission onwards)

Time: 3 hours

Max. Weightage : 30

Part A

Answer any four questions.

Each question carries two weights

1. What is linear programming?
2. What do you mean by constraints?
3. What is management science?
4. Explain dummy activity in network analysis.
5. What do you mean by Monte Carlo Method of simulation?
6. Explain critical activity in network analysis.
7. What is meant by feasible region?

(4 x 2= 8 weights)

Part B

Answer any four of the following questions.

Each question carries 3 weights

8. Explain the steps in solving LPP using graphical method.
9. Discuss briefly the techniques of management science.
10. Solve the linear programming problem under graphic method

$$\text{Maximize } Z = 4X + 6Y$$

$$\text{Subject to: } 2X + 3Y \leq 2100$$

$$2X + 2Y \leq 1600$$

$$2Y \leq 700$$

$$X \geq 0, Y \geq 0$$

11. Discuss briefly the MODI method.

12. Solve the following assignment problem.

	<u>I</u>	<u>II</u>	<u>III</u>	<u>IV</u>	<u>V</u>
A	2	4	3	4	7
B	3	5	4	2	6
C	6	7	4	5	7
D	4	2	5	3	3
E	2	6	7	6	5

13. Distinguish between PERT and CPM

14. Write notes on:

- a. Events
- b. Activities

(4 x 3 = 12 weights)

Part C

Answer any Two of the following questions.
Each question carries 5 weights

15. A project has the following time schedule:

Activity: 1-2 1-3 1-4 2-5 3-6 3-7 4-6 5-8 6-9 7-8 8-9

Time in months: 2 2 1 4 8 5 3 1 5 4 3

Construct network and compute (1) Total float for each activity (2) Critical path and its duration.

16. Determine the optimal transportation plan from the following:

Plants	Markets				Availability
	1	2	3	4	
I	11	20	7	8	50
II	21	16	10	12	40
III	8	12	18	9	70
Required	30	25	35	40	

17. Discuss the meaning, importance, nature, scope, and models of Management Science.

18. Discuss the steps in network analysis.

(2 x 5 = 10 weights)