

(COM30112)

M.Com. DEGREE EXAMINATION, NOVEMBER 2018.

Third Semester

Commerce

Paper I — ADVANCED COST ACCOUNTING

(Regulation 2012)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer the following questions.

1. (a) Overheads costs

(b) Absorption costing

2. (a) Direct costing

(b) Operation costing

3. (a) Standardized units

(b) Canteen costing

4. (a) Fringe benefits

(b) Market Research costs

5. (a) Cost ledger

(b) Integral Accounts

SECTION B — (5 × 8 = 40 marks)

Answer the following questions.

6. (a) Explain the concept of Material control. State how perpetual inventory system helps in achieving the objectives of material control.

Or

(b) In a chemical factory, the overhead analysis sheet gives the following particulars of overhead cost:

Rs.

HCL production Department 8,013

NCL production Department 9,120

CLL production Department 2,910

Service Departments:

A	630
B	510

The expenses of service departments are apportioned as under:

Service Departments	Departments				
	HCL	NCL	CLL	A	B
A	30%	40%	20%	–	10%
B	10%	20%	50%	20%	–

Apportion the service departments overhead to production departments and find out the total overhead of production departments. Use simultaneous equation method.

7. (a) Describe the process of preparing process cost sheet.

Or

- (b) Explain the normal loss, abnormal loss and abnormal gain and state how they should be dealt with in process cost accounts.
8. (a) What is operating and explain different situations where operating implemented?

Or

- (b) The following cost data pertaining to the year 2015-16 were collected from the books of ABC power Co. Ltd. prepare a cost sheet showing the cost of generation of power per unit of kwh.

Total units generated	15,00,000 units
	Rs.
Operation labour	16,500
Plant supervision	5,250
Lubricants and supplies	10,500
Repairs and Maintenance	21,000
Administrative overheads	9,000
Capital cost	1,50,000

Coal consumed per kwh for the year was 1.5lbs and cost of coal delivered to the power station is Rs. 33.06 per metric tonne. Depreciation rate chargeable was 4% per annum and interest on capital was to be taken at 1% higher than the reserve bank rate of 6% per annum.

9. (a) Explain different methods of calculating depreciation.

Or

- (b) State briefly the problems connected with waste, scrap, spoilage and defectives and indicate the principle to be followed in control and accounting of such losses.

10. (a) Explain the procedure of reconciling the profit as shown by Cost and financial accounts.

Or

- (b) Elucidate the advantages and limitations of standard costing.

SECTION C — (1 × 15 = 15 marks)

Answer the following.

11. (a) Classify budgets with examples.

Or

- (b) Following is the information relating to the manufacturing of 10,000 units.

	Per unit Rs.
Materials	70
Labour	25
Variable overheads	20
Fixed overheads (Rs. 1,00,000)	10
Variable expenses direct	5
Selling expenses (10% fixed)	13
Distribution expenses (20% fixed)	7
Administration expenses (Rs. 50,000)	5
Cost of sales p.u.	155

Prepare a budget for the production of

- (i) 8000 units and
(ii) 6000 units. Assume that administrative expenses are rigid for all levels of production.

(COM30116)

M.Com. DEGREE EXAMINATION, OCTOBER/NOVEMBER 2018.

Third Semester

Commerce

Paper I — FINANCIAL ACCOUNTING AND PACKAGES

(Regulation 2016)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer the following questions.

1. (a) Accounting cycle.

(b) Conservative principle concept.

2. (a) GAAP.

(b) Ledger.

3. (a) Amortisation.

(b) Sources of cash flow.

4. (a) Margin of safety.

(b) Return on investment.

5. (a) Uses of tally.

Or

(b) Godown creation.

SECTION B — (5 × 8 = 40 marks)

Answer the following questions.

6. (a) What is the importance of Profit and Loss account? Also explain the contents of profit and loss account.

Or

(b) Difference between Cost Accounting and Management Accounting.

7. (a) Explain Cash flow and uses of cash inflow.

Or

(b) Compute Cash generated from operations during 2012-13, from the following data :

Particulars	April 1, 2012	March 31, 2013
Sundry debtors	30,000	40,000
Sundry creditors	48,000	30,000
Outstanding expenses	3,000	6,000
Outstanding income	1,000	1,000
Stocks in trade	55,000	60,000
Prepaid expenses	3,000	2,000
Accumulated depreciation (no retirements during the year)	50,000	60,000
Provision for doubtful accounts	1,500	2,000
Dividends payable	-	3,000
Bills receivable	10,000	12,000
Bills payable	8,000	6,000
Net income before taxes (as per profit and loss account)	-	80,000

8. (a) Explain the features of Marginal Costing.

Or

(b) What are the advantages of standard costing?

9. (a) Explain about CVP analysis. Assumptions regarding to CVP.

Or

(b) The following are the ratios relating to the activities of National Traders Ltd :

Debtors velocity (months)	3
Stock velocity (months)	8
Creditors velocity (months)	2
Cross profit ratio (%)	25

Gross profit for the current year ended December 31 amounts to Rs. 4,00,000. Closing stock of the year is Rs. 10,000 above the opening stock. Bills receivable amount to Rs. 25,000 and Bills payable to Rs.10,000. Find out: (i) Sales (ii) Sundry debtors (iii) Closing stock and (iv) Sundry creditors.

10. (a) Explain the features of accounting software tally.

Or

(b) Describe the process of company in tally.

SECTION C — (1 × 15 = 15 marks)

Answer the following questions.

11. (a) Explain accounting standards with the help of their needs and benefits and also explain the features of accounting standards.

Or

- (b) Redrawing correctly the trial balance given below, give the adjusting and closing entries and prepare the final accounts :

Trial Balance			
Debits	Rs.	Credits	Rs.
Capital	8,000	Debtors	7,580
Bad debt received	250	Bank deposit	2,750
Creditors	1,250	Discounts allowed	40
Returns outwards	350	Drawings	600
Bank overdraft	1,570	Returns inwards	450
Rent	360	Sales	14,690
Salaries	850	Bills payable	1,350
Travelling expenses	300		
Cash in hand	210		
Stock 1 st January 1973	2,450		
Purchases	11,870		
	<u>27,460</u>		<u>27,460</u>

Adjustments:

- (i) The closing stock on 31st December 1973 was Rs. 4,200.
- (ii) Write off Rs. 80 as bad debts and create a reserve for bad debts at 5% on sundry debtors.
- (iii) Three months rent is outstanding.
- (iv) Interest on Bank deposit Rs. 135 credited by the bankers and interest on overdraft Rs. 157 debited by them in the passbook have not been entered in the books.

(COM30216)

M.Com. DEGREE EXAMINATION, NOVEMBER 2018.

Third Semester

Commerce

Paper II — BUSINESS COMMUNICATION

(Regulation 2016)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer ALL questions.

1. (a) (i) Formal Communication.

Or

(ii) E-Mail.

(b) (i) Dialects.

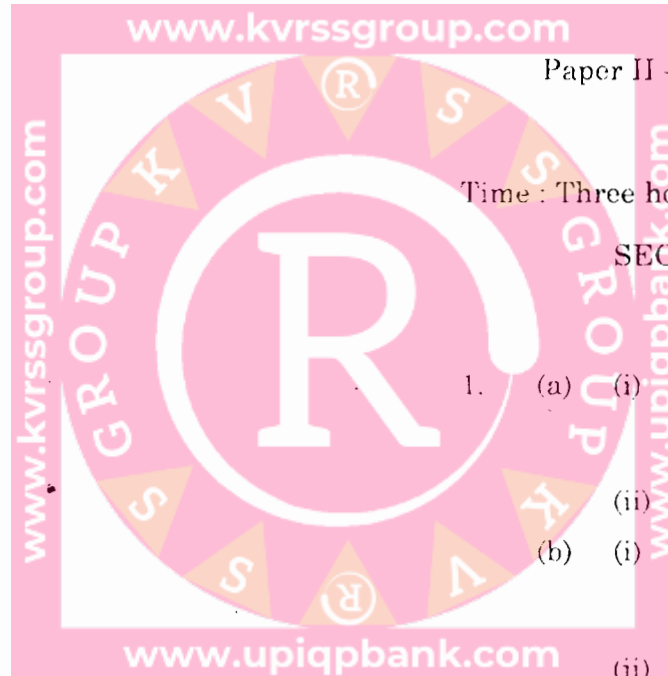
Or

(ii) Oral communication.

(c) (i) Business abbreviations.

Or

(ii) Graphical information.



(d) (i) Bad feedback.

Or

(ii) Communication breakdown.

(e) (i) Writing skills.

Or

(ii) Company structure.

SECTION B -- (5 × 8 = 40 marks)

Answer the following questions.

2. (a) Define business correspondence. Explain its need and significance.

Or

(b) Explain the use of functional language in business letter writings.

3. (a) Define business information. What are the components of business information?

Or

(b) Explain the use of functional language in making verbal agreements.

1. (a) What are the techniques required in business presentations?

Or

(b) What is the use of abbreviations and acronyms in business correspondence?

5. (a) What are the techniques involved in presentation of business reporting?

Or

(b) Explain the role of graphical and numerical information in presenting business reporting.

6. (a) Explain the use of questions in self assessment elicitation.

Or

(b) What are the strategies for effective relationship in team building?

SECTION C -- (1 × 15 = 15 marks)

Answer the following questions.

7. (a) Give important suggestions to improve Team building Skills.

Or

(b) Define business communication. What are the barriers to effective communication?

(COM30316)

M.Com. DEGREE EXAMINATION, OCTOBER/NOVEMBER 2018.

Third Semester

Commerce

Paper III – CORPORATE ACCOUNTING

(Regulation 2016)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer the following questions.

1. (a) Objectives of Corporate Accounting.

(b) Scope of Corporate Accounting.

2. (a) Need for valuation of shares.

(b) Net Assets method.

3. (a) Economic Value Added.

(b) Value added statements.

4. (a) Minority Interest.

(b) Capital Profit.

5. (a) Social responsibility accounting.

Or

(b) Yield method.

SECTION B — (5 × 8 = 40 marks)

Answer the following questions.

6. (a) Role of Corporate Accountant.

Or

(b) From the following inform prepare common size – income statement for the year ended 2012.

Administrative Expenses – Rs. 30,000

Selling and Distribution Expenses – Rs. 15,000

Cost of Sales – 75% of net sales

Income tax	–	20% of net profit before
Net Income after tax	–	Rs. 72,000
Other Income	–	Rs. 15,000

7. (a) What are the needs of valuation of shares?

Or

(b) Explain the role of Technical analysis in the valuation of shares.

8. (a) Enumerate the problems associated with the preparation of Interim report.

Or

(b) Enumerate the uses of financial reporting.

9. (a) How is consolidated balance sheet prepared?

Or

(b) H Ltd. acquired 20,000 equity shares of S Ltd. of Rs. 100 each 31st December 2015. The summarised Balance Sheet of H Ltd. and S Ltd. as on 31st December 2016 were as follows :

Liabilities	Balance Sheet		Assets		
	H Ltd. Rs.	S Ltd. Rs.	H Ltd. Rs.	S Ltd. Rs.	
Share Capital :			Fixed Assets	70,00,000	25,00,000
Shares of Rs. 100 each	80,00,000	25,00,000	Current Assets	40,00,000	20,00,000
Reserves	30,00,000	5,00,000	20,000 shares in S Ltd.	30,00,000	
P and L A/C	10,00,000	10,00,000			
Creditors	20,00,000	5,00,000			
	<u>1,40,00,000</u>	<u>45,00,000</u>		<u>1,40,00,000</u>	<u>45,00,000</u>

S Ltd. had the Credit Balance of Rs. 5,00,000 in reserves and Rs. 2,00,000 in profit and loss a/c. When H Ltd. acquired the shares in S Ltd. S Ltd. issued bonus shares @ 1 for every 5 shares held out of post – acquisition profits. Calculate cost of control before and after issue of Bonus shares and also prepare consolidated Balance Sheet.

10. (a) Explain advantages of Human Resource Accounting.

Or

(b) Discuss the importance and problems in social responsibility accounting

SECTION C — (1 × 15 = 15 marks)

Answer the following question.

11. (a) Explain about Holding and Subsidiary Companies in detail for the interest of the minority are projected.

Or

- (b) The following is the Balance Sheet of Madhu Ltd. as on 31.3.05.

Liabilities	Rs.	Assets	Rs.
10,000 Equality shares		Fixed Assets	2,20,000
Rs. 10 each fully paid	1,00,000	Current Assets	1,10,000
10,000 equality shares of Rs. 10 each		Preliminary Exp.	5,000
Rs. 8 per share paid-up	80,000	Floating Assets	5,000
10,000 equality shares of Rs. 10 each			
Rs. 5 per share paid-up	50,000		
Reserves	50,000		
P and L A/C	50,000		
Creditors	10,000		
	<u>3,40,000</u>		<u>3,40,000</u>

The normal average profit of the company (after tax) will be maintained at Rs. 46,000 and normal rate of return is 8%.

Calculate the value of each type of equity share by the Assets – Banking method and Yield Basis method.

(COM30416)

M.Com. DEGREE EXAMINATION,
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Paper V — DIRECT TAXES

(Regulation 2012)

Time : Three hours

Maximum : 70 marks

SECTION A – (5 × 3 = 15 marks)

Answer the following question.

5. (a) Discuss the liability of an Association of persons.

Or

- (b) Explain the significance of classification of companies under the income tax Act, 1961 and their impact on tax liability.

6. (a) Explain the procedure regarding refund of excess tax paid by the assessee to the Department

Or

- (b) Explain the powers of Director General and Commissioner of Income Tax.

SECTION C – (1 × 15 = 15 marks)

Answer the following question

7. (a) Explain the procedure to compute gross annual value of let out house property.

Or

- (b) Under what circumstances can an assessee appeal to the Appellate Tribunal? What documents are to be attached in mailing an appeal to the tribunal?

1. (a) (i) Assessment year

Or

(ii) Resident.

(b) (i) Specified Employee

Or

(ii) Deemed Business Profits

(c) (i) Casual Income

Or

(ii) Losses in Speculative Business

(d) (i) Urban Consume. Cooperative Society

Or

(ii) Foreign Company

(e) (i) PAN

Or

(ii) Self Assessment

SECTION B – (5 × 8 = 40 marks)

Answer the following question.

2. (a) Explain the provisions for determination of residential status of an individual.

Or

(b) What are the exempted incomes under section 10 of the Income Tax Act?

3. (a) Briefly explain the capital gains which are exempted from tax.

Or

(b) Mr. Ravi (resident) is drawing a monthly salary of Rs.1,00,000 and E.A of Rs. 17,500 p.m. as manager of ABC Ltd. He is also drawing conveyance allowance of Rs.10, 000 p.m. Bonus is equal to two month's basic salary and commission is on month's basic pay. Employment tax paid in the previous year was Rs. 20,000.

He is provided with a rent free furnished accommodation by the company at Jaipur.

The company pays Rs. 3,00,000 p.a. as rent and Rs. 80,000 p.a. for furniture and fittings.

He is provided with lunch by the company during working hours at work place, The cost Of each meal is Rs. 200 for 300 days during

the previous year. Medical bills reimbursement of Rs. 88,000 (out of which Rs. 24,000 is in respect of treatment in Govt. hospital). Compute the taxable income from salary for the assessment year 2017-18.

4. (a) State the six incomes chargeable under income from other sources.

Or

(b) Mr. Siva having gross total income of Rs. 20,00,00 for the financial year 2016-17 furnish the following information:

(i) Deposited Rs. 2,00,000 in tax saver deposit in the name of major son in a nationalized bank.

(ii) Paid Rs. 1,20,000 towards premium on life insurance premium of his married daughter

(iii) Interest in listed equity shares (locked in period 3 years) Rs. 1,60,000

(iv) Contributed to Rs, 2,00,000 to P.M National Relief Fund.

(v) Donated Rs. 60,000 to a government recognized institution for scientific research. His gross total income does not include any income under head-profits and gains of business profession.

(vi) Interest on bank deposit (saving bank) Rs. 3,00,000

Compute the total income of Mr. Siva for the A.Y. 2017-18.

(COM30516)

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Paper – V: ADVANCED BANKING

(Regulation 2016)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer ALL questions.

1. (a) (i) Barter system.

Or

(ii) Central Banking Policy.

(b) (i) Central bank in USA.

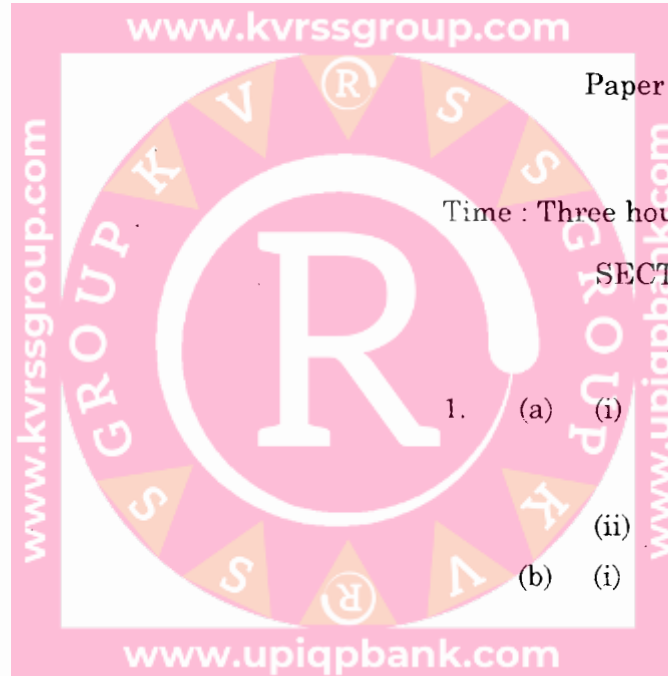
Or

(ii) Central banking policy.

(c) (i) Commercial banks.

Or

(ii) E U.



(d) (i) Debt management policy.

Or

(ii) E-banking.

(e) (i) UPI.

Or

(ii) Demonetisation.

SECTION B — (5 × 8 = 40 marks)

Answer the following questions.

2. (a) Explain the origin and evolution of central banking.

Or

(b) Define central bank. Discuss the various functions of central bank.

3. (a) Briefly discuss the structure and organisation of central banking in India.

Or

(b) Examine the practices of central banking in India.

4. (a) Define commercial banking. Explain its growth and development in India.

Or

(b) What are the various theories of asset management? Explain briefly.

5. (a) Define monetary policy. What are the objectives of monetary policy?

Or

(b) Examine the inter linking between monetary and fiscal policy.

6. (a) What is banking technology. What are the technology advancements in banking sector?

Or

(b) What are the challenges of technology in banking sector in the Present day banking environment.

SECTION C — (1 × 15 = 15 marks)

Answer the following questions.

7. (a) What is Credit Control. What are the various techniques of credit control?

Or

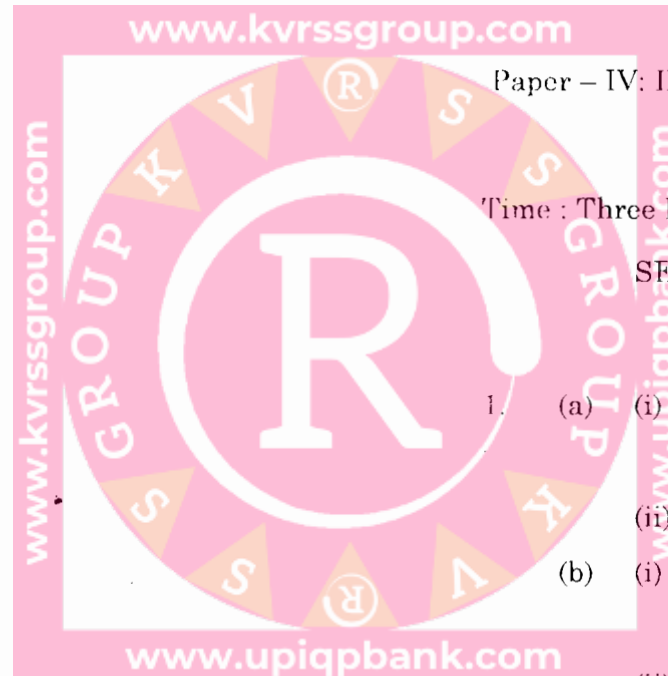
(b) Discuss the role of RBI in India.

(COM30616)

M.Com DEGREE EXAMINATION, NOVEMBER 2018.

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Paper – IV: INSURANCE AND RISK MANAGEMENT

(Regulation 2016)

Time : Three hours

Maximum : 70 marks

SECTION A — (5 × 3 = 15 marks)

Answer ALL questions.

1. (a) (i) Concept of Risk
Or
(ii) Risk tolerance
- (b) (i) Commercial risk
Or
(ii) Workers compensation
- (c) (i) Marine insurance
Or
(ii) Foreign insurance.

(d) (i) Loss of health

Or

(ii) Employee benefits.

(e) (i) Bank insurance.

Or

(ii) Retirement planning.

SECTION B — (5 × 8 = 40 marks)

Answer ALL the following questions.

2. (a) Examine the origin and evaluation of risk management.

Or

(b) Explain the process of implementing risk management techniques.

3. (a) What is property liability? What are its features and types?

Or

(b) What are the various policies and contracts relating to commercial liability insurance?

4. (a) What are the methods of personal risk management?

Or

(b) Outline various house owner's insurance coverages.

5. (a) What are the principles of risk management?

Or

(b) What are the types of employee benefits?

6. (a) Explain the role of government in regulating insurance sector.

Or

(b) Explain the role of insurance intermediaries in risk management.

SECTION C — (1 × 15 = 15 marks)

Answer the following questions.

7. (a) What is IRDA? Explain its function in the present day insurance business environment.

Or

(b) What are the recent changes taken place in insurance sector?