

Duration: 2 ½ Hours

Total Marks: 75

- N.B.: (1) All questions are compulsory.
 (2) Numbers to the right indicate full marks.
 (3) Use of Simple calculator is allowed.

Q.1 (A) Choose the correct alternative and rewrite the statement. (Attempt any EIGHT of the following) (08)

1. IFRS _____ deals with Financial Instruments.
 - a. 2
 - b. 5
 - c. 9
 - d. 14
2. The sale proceeds of right shares are _____.
 - a. Credited to profit and loss A/c
 - b. Credited to investment A/c
 - c. Debited to profit and loss A/c
 - d. Debited to investment A/c
3. Electricity tariff are fixed _____.
 - a. Under Electricity Regulatory Commission Act, 1998
 - b. Under Electricity Act, 1910
 - c. Under Electricity Supply Act, 1948
 - d. By Appropriate Commission
4. The role of Asset Management Company is to act as _____.
 - a. Promoters
 - b. Investment Managers
 - c. Trustees
 - d. Regulators
5. Contribution to Sinking Fund is _____.
 - a. 0.50% p.a. of cost of flat from each member
 - b. 0.25% p.a. of cost of flat from each member
 - c. 0.75% p.a. of cost of flat from each member
 - d. 0.80% p.a. of cost of flat from each member
6. A firm's investment is at market value of ₹ 900 lakhs, total liabilities stand ₹ 50 lakhs and the number of units outstanding is 26 lakhs. What is the NAV?
 - a. ₹ 35.46
 - b. ₹ 32.69
 - c. ₹ 33.33
 - d. ₹ 34.65
7. The _____ is the body that develops and approves International Financial Reporting Standards.
 - a. IASB
 - b. IMF
 - c. SEBI
 - d. ICAI
8. In case of Electricity Companies, depreciation is charged as for the rate prescribed by the _____.
 - a. Central Electricity Regulatory Commission
 - b. Companies Act
 - c. the Income Tax Act

1. Interest is paid to the holder of the security on the due date, in respect of his actual period of holding.
2. IFRS 2 deals with Insurance Contracts.
3. In case of additional capital expenditure by Electricity Companies during the year, depreciation rate should be applied on Average gross block of assets.
4. Loss on sale of investment is debited to Profit & Loss Account.
5. The maximum load that fund can charge is determined by the AMFI.
6. Grant received under APDRP of the Ministry of Power, Government of India, towards Capital Expenditure is considered as a revenue receipt and accounted as General Reserve.
7. Electricity Companies are required to prepare their accounts as per Schedule III of the Companies Act, 2013.
8. The highest risk is associated with equity growth funds.
9. A Co-operative Housing Society does not prepare Trading and Profit & Loss Account.
10. IFRS are applicable to all the entities having net worth in excess of ₹ 100 Cr.

Trial Balance		Cr	
Particulars	₹	Particulars	₹
Audit Fees	20,000	Collection for Establishment Expenses	25,37,838
Cash in Banks	16,48,350	Collection for Property Expenses	26,89,140
Cash on Hand	6,372	Income and Expenditure Account	18,98,592
Dues from Members	27,90,264	Interest Fixed Deposit	70,812
Electricity Charges	5,04,164	Interest – Savings Bank	2,32,626
Equipments	4,12,240	Members Contribution for Building	5,27,22,000
Fixed Deposits	27,61,044	Premium on transfers	2,00,000
Land And Building	5,27,22,000	Sinking Fund – Opening	45,51,138

Property Taxes	37,91,218	Statutory Reserve Fund - Opening	11,74,500
Receivable from Promoters	83,900	Subscribed Capital 1,770 Shares of ₹50 each	88,500
Repairs and Maintenance	3,21,896	Transfer Fees	1600
Salaries	2,97,880		
Security	1,93,224		
Water Charges	6,14,194		
	6,61,66,746		6,61,66,746

Additional Information:

1. Authorised Capital: 2,000 shares of ₹50 each.
2. Outstanding Electricity Expenses - ₹64,736
3. Depreciation on Equipments @ 10%.
4. Prepaid Security Expenses - ₹11,968
5. Collection for establishment expenses include collection for sinking fund - ₹10,50,216.

OR

Q.2 (B) From the following Trial Balance and additional information supplied to you, of Co-operative Society, for the year ended 31.3.2023 are as follows. (15)

Trial Balance

Debit	Amount (₹)	Credit	Amount (₹)
Investment in shares	70,000	Sales	12,00,000
Purchases	11,00,000	Reserves and other Funds	4,00,000
Office Rent	90,000	Share Capital	2,00,000
Salaries	1,10,000	Bank Loan	3,50,000
Travelling Expenses	20,000	Interest on Members loan	3,50,000
Freight	6,000	Members Deposits	4,00,000
Coolie Charges	6,000		
Bank Balance	3,30,000		
Bank Interest	2,58,000		
Printing & Stationery	10,000		
Investment in Bank Shares	50,000		
Fixed Assets	50,000		
Members Loan	8,00,000		
	29,00,000		29,00,000

1. Closing Stock ₹4,20,000.
2. Provide Audit Fees for ₹ 12,000.
3. Provide Depreciation on Fixed Assets @ 5%.
4. Outstanding Office Salaries ₹10,000.

You are required to prepare Trading, Profit & Loss Account for the year ended 31st March 2023 and Balance Sheet as on that date.

Q.3(A) Mr. Rohit holds 1500, 6% Debentures of ₹100 each in Silver Ltd. as on 1st April, 2023 at a Cost of ₹1,56,000. The investment interest is payable half yearly on 30th June and 31st December every year. The following transactions took place during the accounting year.

Date	Particulars	Number of Debentures	Rate
01.05.2023	Purchases	600	₹ 98 Cum-Interest
01.08.2023	Sales	720	₹ 97 Cum-Interest

01.11.2023	Purchases	900	₹ 101 Ex-Interest
01.2.2024	Sales	480	₹ 102 Ex-Interest

The books of accounts are closed on 31st March every year. Prepare Investment in 6% Debenture Account in the books of Mr. Rohit for the year ended 31.3.2024.

Market Value of the above Investment on 31st March, 2024 was ₹1,78,200. (15)

OR

Q.3 (B) On 1st April, 2023 Mr. Jayesh had 60,000 Equity Shares in Star Ltd. at a Book Value of ₹9,00,000 (Face Value ₹10 per share). On 22nd June 2023, he purchased another 10,000 shares of the company for ₹1,60,000. The directors of Star Ltd. announced a bonus issue of equity shares in the ratio of one share for seven shares held on 16th August, 2023.

On 31st August, 2023 the Company made a right issue in the ratio of three shares for eight shares held on payment of ₹15 per share. Due date for the payment was 30th September, 2023. Mr. Jayesh subscribed to 2/3rd of the right shares and sold remaining of his entitlement to Vinay for a consideration of ₹2 per share.

On 31st October, 2023 received dividends from Star Ltd. @ 20% for the year ended 31st March, 2023. Dividend for shares acquired by him on 22nd June 2023 are to be adjusted against the cost of purchase.

On 15th November, 2023 Mr. Jayesh sold 60,000 Equity Shares at a premium of ₹5 per share. You are required to prepare Investments Account in the books of Mr. Jayesh.

Assume that the books of account are closed on 31st March, 2024 and shares valued at Weighted Average Cost. (15)

Q.4 (A) The trial balance of KP Electric Supply Ltd. as on 31st March, 2024 is below. (15)

Particulars	Debit Amount	Credit Amount
Share Capital:		
Equity Shares of ₹ 10 each		2,50,00,000
14% Preference Shares of ₹ 100 each		75,00,000
Patents and Trademarks	12,52,000	
15% Debentures		1,23,50,000
16% Term Loan		76,50,000
Land (additions during the year ₹ 10,25,000)	62,25,000	
Building (additions during the year ₹ 25,40,000)	1,75,67,000	
Plant & Machinery	2,85,29,000	
Mains	22,62,000	
Meters	15,75,000	
Electrical Instruments	7,65,000	
Office Furniture	12,25,000	
Capital Reserve		25,10,000
Contingency Reserves		60,15,000
Transformers	82,20,000	
Net Revenue Account		26,75,000
Stock in Hand	60,25,000	
Sundry Debtors	31,23,000	
Contingency Reserve Investment	60,05,000	
Cash and Bank	16,27,000	
Public Lamps	15,20,000	

Depreciation Fund		1,29,08,000
Sundry Creditors		32,62,000
Proposed Dividend		60,50,000
	8,59,20,000	8,59,20,000

During 2023-24, ₹ 50,00,000 of 14% Preference Shares were redeemed out of proceeds of fresh issue of Equity Shares Prepare for the above period Balance Sheet as on 31st March 2024 as per Schedule III of the Companies Act, 2013.

OR

Q.4 (B) On 1st April 2024, Sun Mutual Fund has the following assets:

(15)

Shares of	No of Shares	Market Price Per Share as on 01.04.2024	Market Price per share as on 02.04.2024
L Ltd.	20000	28.50	19.30
M Ltd.	70000	381.60	407
N Ltd.	20000	263.60	289.80
P Ltd.	150000	575.60	512.20
Q Ltd.	40000	27.65	35

No of Units – 10,00,000 Units

- Calculate the Net Asset Value (NAV) of the fund.
- Assuming Mr. John, send a request of ₹ 1,50,00,000 to the fund on 1st April, 2024 and Fund Manager purchases 30,000 shares of N Ltd. and balance is held in bank. What will be the new position of the fund?
- Calculate the new Net Asset Value (NAV) of the fund as on 2nd April, 2024.

Q.5 (A) Discuss the meaning and types of Mutual Fund.

(08)

(B) Explain the benefits of adopting IFRS for Indian Companies.

(07)

OR

Q.5 Write Short Notes (Attempt any THREE of the following)

(15)

- Open Ended Fund
- IFRS 1
- Reserve Fund of a Co-operative Housing Society
- Accounting for Security Deposit of the Electricity Companies
- Weighted Average Cost of Investment
