

2023

(4th Semester)

COMMERCE

(Honours)

Paper : BCAF-04

(**Advanced Auditing**)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

1. (a) State the duties of an auditor in respect of the following : 7+7
- (i) Public deposits
 - (ii) Preliminary expenses

Or

- (b) Discuss the statutory provisions regarding payment of dividend. What are the duties of an auditor in connection with the payment of dividend? 6+8

(2)

2. (a) What is investigation? State the principles you would bear in mind before taking up an investigation. 3+11

Or

- (b) Explain how you would conduct an investigation where fraud is suspected or known to have taken place. 14

3. (a) Discuss the legislature's control over the expenditure of the government. What are the duties and powers of the CAG in this regard? 6+8

Or

- (b) Describe the types of funds of the Central Government. 14

4. (a) Explain the characteristics of an EDP environment. 14

Or

- (b) Discuss the problems associated with an EDP environment.

(3)

5. (a) Explain the provisions of the Chartered Accountants Act, 1949 with regard to the Standing Committee and Membership. 14

Or

- (b) Explain the Chartered Accountants Act, 1949 with regard to professional negligence and inquiry.

Bc/ALTE (BCM/BBA)-404

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(4th Semester)

ALTERNATIVE ENGLISH—II (COMMERCE)

Paper : ALTE (BCM/BBA)-404

**(Short Stories, Prose, Communication
Skills and Grammar)**

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(PART : B—DESCRIPTIVE)

(Marks : 44)

*The figures in the margin indicate full marks
for the questions*

SECTION—I

(Short Stories and Prose)

1. Answer the following questions : 10×3=30

- (a) (i) Compare and contrast the characters of Captain Forestier and Fred Hardy in the story, *The Lion's Skin*.

(2)

Or

- (ii) Bring out the moral implications in the story, *A Doll's House*.
- (b) (i) Who was Mr. Behrman? Why is his act significant?
- Or
- (ii) How was Henry Adams rewarded for his honesty and resourcefulness at the end of the month?
- (c) (i) According to Nirad C. Chaudhuri, what is his view with regard to the English and their way of life? Discuss in detail.

Or

- (ii) Illustrate in reference to Huxley's 'The Method of Scientific Investigation' that there is no more difference between the mental operations of a man of science and those of an ordinary person.

(3)

SECTION—II

(Communication Skills)

2. Answer the following questions : 7×2=14

- (a) In response to an advertisement for the post of an Accountant, write a letter to the Manager of the institution, furnishing your detailed biodata.
- (b) As a CEO of a firm/ an organization, draft an advertisement for your firm's 'Clearance Sale' to be published in the papers, making offers.

2 0 2 3

(4th Semester)

ALTERNATIVE ENGLISH-II (COMMERCE)

Paper : ALTE (BCM/BBA)–404

(Short Stories, Prose, Communication Skills and Grammar)

(PART : A—OBJECTIVE)

(Marks : 26)

The figures in the margin indicate full marks for the questions

SECTION—I

(Short Stories and Prose)

1. Answer the following questions :

2×6=12

- (a) Describe the physical appearance of Eleanor Forestier.

(b) Why did Else smile at the end of the story?

(c) Who was Lloyd Hastings? What did he want from Henry Adams?

(d) What did Johnsy want to paint someday?

(e) What was the inference that Chaudhuri formed about spending and saving with regard to English people?

(f) What does Huxley mean by inductive logic and deductive logic?

SECTION—II

(Grammar)

2. Fill in the blanks with appropriate prefixes to the words in the brackets : 1×7=7

(a) Mom said I had to wait until my birthday to

..... (wrap) my presents.

(b) The boy was (honest) when he told the teacher he finished his work.

(c) The body was washed (shore) after the mishap.

(d) The (visible) ink was gleefully used by the children.

(e) The student is punished for his (conduct).

(f) He is an (ordinary) looking man.

(g) It was not an (possible) task.

3. Fill in the blanks with appropriate suffixes to the words in the brackets : 1×7=7

(a) The lights added a (magic) touch to the play.

(b) I want to publish an (education) magazine.

(c) His (pilgrim) to Mecca gave him immense pleasure.

(d) A (history) speech was delivered by the Prime Minister.

(e) The team that he supported was able to win the (champion).

(f) The movie was (surprise) good.

(g) The (judge) was in favour of the accused.

2 0 2 3

(4th Semester)

COMMERCE

Paper : Bc-402

(**Fundamentals of Entrepreneurship**)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(**PART : B—DESCRIPTIVE**)

(*Marks : 45*)

*The figures in the margin indicate full marks
for the questions*

- (a) Define entrepreneur. Discuss the role of socio-economic environment in entrepreneurship development. 2+7=9

Or

- (b) Discuss in detail the characteristics of entrepreneurship. 9

(2)

2. (a) What is meant by promotion of a venture? Explain the stages in the promotion of a venture. 2+7

Or

- (b) What is meant by raising of funds? State and explain the capital requirements for establishing a business enterprise. 2+7

3. (a) What is entrepreneurial behaviour? Describe the relationship between entrepreneur and innovation.

Or

- (b) What is meant by social responsibility of entrepreneur? What are its main characteristics? State the factors which led to the recognition of social responsibility. 2+3+4

4. (a) What is EDP? Give a critical evaluation of EDP and also give suggestion for making EDP more effective. 3+3+3

Or

- (b) Discuss the roles and achievements of EDP.

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(3)

5. (a) Discuss the different types of roles played by an entrepreneur in economic growth of a country. 9

Or

- (b) Explain the concept of Forex earning. State the main sources of Forex earning. 3+6=9

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Bc/FE-402

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(4th Semester)

COMMERCE

Paper : Bc-402

(Fundamentals of Entrepreneurship)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. State whether the following statements are *True (T)*
or *False (F)* by putting a Tick (✓) mark : 1×5=5

(a) Entrepreneurial motivation centre has been set up in the North-Eastern region of India.

(T / F)

(b) Family background does not play role in emergence of entrepreneurship.

(T / F)

(c) Competition factor is an essential factor of external environment analysis.

(T / F)

(d) An entrepreneur is always in search of new opportunities.

(T / F)

(e) The process of economic growth can proceed onwards even without the active support of the entrepreneurs.

(T / F)

2. Choose the correct answer and place its code in the brackets provided : 1×10=10

(a) Entrepreneur is

(i) innovator

(ii) risk taker

(iii) problem solver

(iv) All of the above

()

(b) In opportunity analysis, importance is given to

(i) demand and market analysis

(ii) financial analysis

(iii) technical analysis

(iv) All of the above

()

(c) "Withdrawal of status of a social group is the cause of personality development of an entrepreneur." This statement is associated to

(i) McClelland

(ii) Hagen

(iii) Kunkel

(iv) Schumpeter

()

(d) Promotion of a venture means

(i) developing

(ii) researching

(iii) starting

(iv) marketing

()

(e) Augmenting and meeting local demand factor is

(i) no study for local goods and customers

(ii) study of demand for local customers

(iii) study of supply for foreign customers

(iv) study of supply and demand for foreign customers

()

(f) Which of the following is not the factor of external environment analysis?

(i) Technical

(ii) Competitive

(iii) Social

(iv) Production

()

(g) Who called entrepreneur as innovator?

(i) Thomas Cochrane

(ii) McClelland

(iii) Joseph A. Schumpeter

(iv) Everett Hagen

()

(h) Venture capital concept was originated in

(i) India

(ii) England

(iii) America

(iv) Japan

()

(i) Entrepreneurial development programme

(i) provides self-employment

(ii) increases the skill of the entrepreneur

(iii) provides education and training

(iv) All of the above

()

(j) The headquarters of Indian Institute of Entrepreneurship (IIE) is located at

(i) Mumbai

(ii) Delhi

(iii) Guwahati

(iv) Kolkata

()

(6)

3. Write short notes on the following :

2×5=10

(a) Foreign Exchange

(7)

(b) Venture capital

(8)

(c) Decision making

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(9)

(d) Entrepreneurship

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(e) Trademark

Bc/AMD-403**2 0 2 3**

(4th Semester)

COMMERCE

Paper : BC-403

(Accounting for Managerial Decision)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(PART : B—DESCRIPTIVE)

(Marks : 45)

*The figures in the margin indicate full marks
for the questions*

(a) Explain the meaning and functions of
Financial Accounting. 2+7=9

Or

(b) State the objectives of Financial
Accounting. Explain the advantages of
Financial Accounting. 4+5=9

(a) Discuss the importance and limitations
of Management Accounting. 9

(2)

Or

(b) Who is a management accountant? Explain the duties of management accountant. 2+7=9

3. (a) What is break-even analysis? State the assumptions of break-even analysis. 2+7=9

Or

(b) The particulars are given below :

Profit—₹ 200

Sales—₹ 2,000

Variable cost—75% of sales

(i) Calculate P/V ratio and fixed cost.

(ii) Calculate break-even sales.

(iii) What would be the sales volume to realize a profit of ₹ 500? 3×3=9

4. (a) What is ratio analysis? Discuss the managerial uses of ratio analysis. 2+7=9

Or

(b) The income statements of a concern are given for the year ending on 31st December, 2020 and 2021.

(3)

Rearrange the figures in a comparative form and interpret the profitability position of the concern :

| | 2020 ₹ ('000) | 2021 ₹ ('000) |
|-------------------------------------|------------------|------------------|
| Net sales | 785 | 900 |
| Cost of goods sold | 450 | 500 |
| Operating expenses : | | |
| General and administrative expenses | 70 | 72 |
| Selling expenses | 80 | 90 |
| Non-operating expenses : | | |
| Interest paid | 25 | 30 |
| Income tax | 70 | 80 |

5. (a) Discuss the essential features of a good report. 9

Or

(b) How is reporting done at various levels of management? Explain.

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(4th Semester)

COMMERCE

Paper : BC-403

(Accounting for Managerial Decision)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. Choose the correct answer and place its code in the brackets provided : 1×10=10

(a) Which of the following is **not** a feature of Financial Accounting?

- (i) Service function
- (ii) Historical in nature
- (iii) Cause and effect analysis
- (iv) Provides quantitative information []

(2)

(b) In Financial Accounting recording of financial transactions is done in

(i) Balance Sheet

(ii) Profit & Loss Account

(iii) Journal and other subsidiary books

(iv) None of the above []

(c) The main objective of Management Accounting is to

(i) take managerial decision

(ii) provide accounting information to the management

(iii) record financial transaction

(iv) prepare final accounts []

(3)

(d) Which of the following is **not** limitation of Management Accounting?

(i) Not an alternative to administration

(ii) Personal bias

(iii) Top heavy structure

(iv) Planning and forecasting []

(e) In Marginal Costing, fixed cost is treated as

(i) period cost

(ii) standard cost

(iii) marginal cost

(iv) opportunity cost []

(4)

(f) If Sales—₹ 50,000; Profit—₹ 15,000; Fixed Cost—₹ 15,000, then P/V ratio is

(i) 30%

(ii) 50%

(iii) 60%

(iv) 80%

[]

(g) The study of relationship of the various items in the financial statements of one accounting period is known as

(i) horizontal analysis

(ii) vertical analysis

(iii) intra-firm analysis

(iv) inter-firm analysis

[]

(5)

(h) Current ratio may be defined as the relationship between

(i) Current Assets and Current Liabilities

(ii) Current Assets and Long-term Liabilities

(iii) Fixed Assets and Current Liabilities

(iv) Debt and Equity

[]

(i) Financial statement is a type of

(i) written reporting

(ii) graphic reporting

(iii) oral reporting

(iv) None of the above

[]

(6)

(j) On the basis of function, reports may be classified as

(i) operating reports and financial reports

(ii) routine reports and special reports

(iii) enterprise reports and control reports

(iv) external reports and internal reports

[]

2. State whether the following statements are *True (T)* or *False (F)* by putting a Tick (✓) mark : $1 \times 5 = 5$

(a) Financial Accounting is concerned with the presentation of accounting information to the management.

(T / F)

(b) Management Accounting is governed by Generally Accepted Accounting Principles.

(T / F)

(7)

(c) In marginal costing, all elements of cost are classified into variable and fixed components.

(T / F)

(d) Horizontal analysis is also known as dynamic analysis.

(T / F)

(e) Reports are means of upward communication.

(T / F)

(8)

3. Write short notes on the following :

2×5=10

(a) Historical Nature of Financial Accounting

(9)

(b) Management Accounting

(10)

(e) Contribution

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(11)

(d) Cash Flow Statement

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(e) Routine Reports

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(4th Semester)

COMMERCE

Paper : BC-404

(Corporate Accounting)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(PART : B—DESCRIPTIVE)

(Marks : 45)

*The figures in the margin indicate full marks
for the questions*

1. (a) Distinguish between Share and Debenture. 9

Or

- (b) ABC Ltd. invited applications for 20000 shares of ₹ 100 each at a discount of 6% payable :

On application—₹ 25

On allotment—₹ 34

On first and final calls—₹ 35

(2)

The applications were received for 18000 shares and all of these were accepted. All moneys due were received in full except on the first and final calls on 200 shares which were forfeited. 100 shares were reissued @ ₹ 90 as fully paid.

Pass entries in the Cashbook and Journal of the company. 3+6=9

2. (a) What is meant by the term 'divisible profit'? Explain the principles of determination of the divisible profits.

3+6=9

Or

- (b) Following balances are extracted on 31st March, 2020 from the book of CB Ltd. :

| Debit | ₹ | Credit | ₹ |
|---------------------------|----------|--|----------|
| Premises at cost | 4,50,000 | Share Capital : | |
| Plant & Machinery at cost | 3,49,160 | 30000, 7% Preference Shares of ₹ 10 each | 3,00,000 |
| Motor Lorries at cost | 73,000 | 60000 Equity Shares of ₹ 10 each | 6,00,000 |
| Sundry Debtors | 1,21,780 | Surplus A/c | 16,240 |
| Bad Debts written off | 2,850 | Gross Profit for the year | 2,46,640 |
| Rent, Rates & Taxes | 28,400 | | |

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(Continued)

(3)

| Debit | ₹ | Credit | ₹ |
|------------------------------|------------------|------------------------------|------------------|
| Advertisement | 19,500 | Provision for Doubtful Debts | 9,000 |
| Cash at Bank | 68,500 | Sundry Creditors | 1,29,640 |
| Directors' Fees | 3,600 | Transfer Fees | 110 |
| Audit Fees | 10,000 | Accrued Wages | 12,840 |
| Stock (31.03.2020) | 1,14,600 | Staff Welfare Fund | 17,900 |
| Rent & Taxes paid in advance | 7,980 | | |
| Salaries & Wages | 32,000 | | |
| Dividends paid on : | | | |
| Preference Shares | 21,000 | | |
| Equity Shares (interim) | 15,000 | | |
| Patents | 15,000 | | |
| | <u>13,32,370</u> | | <u>13,32,370</u> |

The provision for doubtful debts is to be created up to ₹ 10,200. Fixed assets are to be depreciated by 10%. The authorized capital of the company is ₹ 10,00,000 divided into shares of ₹ 10 each.

You are required to prepare Statement of Profit & Loss for the year ended 31st March, 2020.

9

3. (a) What do you mean by Statement of Affairs of the company? Discuss the procedure of preparation of Statement of Affairs.

2+7=9

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(Turn Over)

(4)

Or

(b) Following were the liabilities and assets of X Ltd. as on 31st March, 2021 :

| <i>Liabilities</i> | ₹ | <i>Assets</i> | ₹ |
|--|------------------|-------------------|------------------|
| Share Capital : | | Fixed Assets : | |
| 14%, 4000 Preference Shares of ₹ 100 each fully paid up | 4,00,000 | Land | 40,000 |
| 8000 Equity Shares of ₹ 100 each, ₹ 60 per share paid up | 4,80,000 | Buildings | 1,60,000 |
| 14% Debentures (having floating charge on all assets) | 2,30,000 | Plant & Machinery | 5,40,000 |
| Interest accrued on above debentures | 32,200 | Patents | 40,000 |
| Loan on mortgage of Land & Building | 1,50,000 | Current Assets : | |
| Sundry Creditors | 1,17,800 | Stock at cost | 1,00,000 |
| | <u>14,10,000</u> | Sundry Debtors | 2,30,000 |
| | | Cash at Bank | 60,000 |
| | | Profit & Loss A/c | 2,40,000 |
| | | | <u>14,10,000</u> |

On 31.03.2021, the company went into voluntary liquidation. The dividend on 14% Preference Shares was in arrears for one year. Sundry Creditors include Preferential Creditors amounting to ₹ 30,000.

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(Continued) L23/614a

(5)

The assets realized as under :

| | ₹ |
|-------------------|----------|
| Land | 80,000 |
| Buildings | 2,00,000 |
| Plant & Machinery | 5,00,000 |
| Patents | 50,000 |
| Stock | 1,60,000 |
| Sundry Debtors | 2,00,000 |

The liquidation expenses amounted to ₹ 29,434. The liquidator is entitled to a commission of 2% on all assets realized (except cash at bank) and 2% on amounts distributed among unsecured creditors other than preferential creditors. All payments were made on 30th July, 2021. Ignore interest on mortgage loan.

Prepare the Liquidator's Final Statement of A/c.

4. (a) Explain the different methods of valuation of shares in brief.

Or

(b) Following are the particulars of a trader :

(i) Profits earned for three years :

| | ₹ |
|---------|----------|
| 2018-19 | 2,00,000 |
| 2019-20 | 2,40,000 |
| 2020-21 | 2,20,000 |

(Turn Over)

- (ii) Normal rate of return 10%
 (iii) Capital employed—₹ 12,00,000
 (iv) The profits included non-recurring profit on an average basis of ₹ 3,000

Calculate the value of Goodwill as per capitalization method by using average capital employed.

9

5. (a) What is meant by internal reconstruction? Discuss the procedure for reducing share capital. 3+6=9

Or

- (b) Following is the Statement of assets and liabilities of X Co. Ltd. as on 31st March, 2021 :

| Liabilities | ₹ | Assets | ₹ |
|---|-----------------|--------------------|-----------------|
| 12000 Shares of ₹ 10 each fully paid up | 1,20,000 | Land & Buildings | 90,000 |
| Sundry Creditors | 30,000 | Machinery | 50,000 |
| Bank Overdraft | 28,000 | Stock | 17,000 |
| | | Sundry Debtors | 20,000 |
| | | Discount on Shares | 1,000 |
| | <u>1,78,000</u> | | <u>1,78,000</u> |

The company went into voluntary liquidation and the assets were sold to Y Co. Ltd. for ₹ 1,50,000 payable ₹ 60,000 in cash (which is sufficient to

pay Creditors, Bank Overdraft and the winding expenses of ₹ 2,000) and ₹ 90,000 by the allotment of 12000 shares of ₹ 10 each of Y Co. Ltd. @ ₹ 7.50 per share paid up to the shareholders of X Co. Ltd.

Pass necessary Journal Entries in the books of X Co. Ltd.

9

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(4th Semester)

COMMERCE

Paper : BC-404

(**Corporate Accounting**)

(PART : A—OBJECTIVE)

(Marks : 25)

The figures in the margin indicate full marks for the questions

1. Indicate whether the following statements are True (T) or False (F) by putting a Tick (✓) mark :

1×5=5

(a) A company can redeem its preference shares.

(T / F)

(b) Debentureholders get their money back only on the liquidation of the company.

(T / F)

(2)

(c) No dividend is payable on calls-in-advance.
(T / F)

(d) Goodwill should not be recorded unless it is purchased.
(T / F)

(e) Internal reconstruction means reduction of Share Capital of a company.
(T / F)

2. Choose the correct answer from the given options and place its code in the brackets provided : 1×10=10

(a) Preference Shareholders are the
(i) creditors of the company
(ii) owners of the company
(iii) customers of the company
(iv) None of the above []

(3)

(b) Public Limited Companies cannot issue

(i) Equity Shares

(ii) Preference Shares

(iii) Deffered Shares

(iv) Sweat Equity Shares []

(c) Share Forfeited Account is shown on the liabilities side of the Balance Sheet under the head

(i) Share Capital

(ii) Reserves and Surplus

(iii) Current Liabilities and Provisions

(iv) None of the above []

(d) Goodwill is a/an

(i) Intangible Fixed Asset

(ii) Tangible Fixed Asset

(iii) Tangible Current Asset

(iv) Intangible Current Asset []

(e) Liquidator's Final Statement of Account is prepared

(i) only in case of members voluntary winding-up

(ii) only in case of compulsory winding-up

(iii) in all modes of winding-up

(iv) None of the above []

(f) Creditors having floating charge on assets have priority in payment over

(i) secured creditors

(ii) unsecured creditors

(iii) preferential creditors

(iv) None of the above []

(g) List D contains the list of

(i) debentureholders

(ii) shareholders

(iii) preferential creditors

(iv) assets []

(h) When an existing company takes over the business of another existing company, it is amalgamation in the nature of

(i) merger

(ii) purchase

(iii) both merger and purchase

(iv) None of the above

[]

(i) The company that takes over the business of another company is called

(i) holding company

(ii) parent company

(iii) transferee company

(iv) transferor company

[]

(j) When the transferee company agrees to pay a fixed sum to the transferor company, it is called

(i) lump sum method of purchase consideration

(ii) net worth method of purchase consideration

(iii) net payment method of purchase consideration

(iv) intrinsic value method of purchase consideration

[]

(8)

3. Write short notes on the following :

2×5=10

(a) Guarantee Companies

(9)

(b) Surrender of Shares

(c) Dividends

(d) Preferential Creditors

(e) Purchase Consideration
