

PUNE VIDYARTHI GRIHA'S
COLLEGE OF SCIENCE & TECHNOLOGY
ATKT EXAMINATION SEPTEMBER 2020
TYBCOM FINANCIAL ACCOUNTING (SEMESTER – V)

SUBJECT: FINANCIAL ACCOUNTING

DATE :

1. Increase , consolidation or sub – division or share capital them of the company involves.

- (a) Alteration of share capital (b) Variation of shareholders Rights
(c) Reduction of share capital (d) Compromise / Arrangement

2. Share of rupees 100 each paid up value are reduced to share of nominal and paid up value of rupees 10 each in a scheme of reconstruction.

- (a) There will be credit of rupees 10 per share to capital reduction A/c.
(b) There will be credit of rupees 90 per share to capital reduction A/c.
(c) There will be credit of rupees 100 per share to capital reduction A/c.
(d) There will be no credit to capital reduction A/c

3. The existing 1000 shares of rupees one each are altered to 100 share of rupees 10 each This is known as

- (a) Consolidation (b) Subdivision
(c) Conversation in a stock (D)Surrender

4. XYZ buys 200 debenture of nominal values of rupees 100 each of ICICI Ltd. At rupees 98 (ex-interest) on 1- 3-2012 from ABC. Interest @12% P.A. is to be paid Half- yearly on 30th June and 31st December.

- a) Nominal value of investment purchased is rupees 20000
b) Nominal value of investment purchased is rupees 19600
c) Nominal value of investment purchased is rupees 20200
d) Nominal value of investment purchased is rupees 19800

5. When dividend is actually received on the due date .

- a) The entire amount is entered in the capital column (Cr.) Of the investment account
- b) The entire amount is entered in the income column (Dr.) of the investment account
- C) The Pro- rata amount relating to the period after the date of acquisition is entered in the income column (Cr.) of the investment account
- d) The Pro- rata amount relating to the period before date of acquisition is entered in the income column (Cr.) of the investment account .

6. Dividend are usually paid on .

- a) Authorised capital b) Issued capital
- c) Paid Up capital d) Reserve capital

7.The board headings under which balance sheet is divided under the revised

Schedule vi are

- a) Liabilities and assets b) equity and liabilities and assets
- C) sources of funds and application of fund d) current and non current

8. Which of the following statement is true ?

- a) Redemption of preference share is non as buy back
- b) Repayment of equity share is known as buy back
- c) Redemption of debentures is non as buy back
- d) Purchase of on debenture is non as buy back

9. Which of the following statement is true

- a) Buy back date is not known on the date of issue.
- b) Buy back date is known on the date of issue.
- C) Buy back date is can not be beyond 10 year from the date of issue.

d) None of the above

10. A company can buy back

a) Equity share b) Preference share

c) Both the Above d) Bond

11. No Company shall purchase its own shares unless the buy back is or less than 25% of the

a) Total paid up capital of the company

b) Total paid up capital reserve of company

c) Total paid up capital free reserve of company

d) Total nominal capital and free reserve of company

12. Obey certain ethical rules no matter what the result are

a) Ethical Relativism b) Deontological Ethics

c) Ethical absolutism d) Teleological Ethics

13. Under the companies act , 2013 , minimum CSR expenditure must be incurred by every company

a) Having a Net worth of rupees 1500 Crore or more

b) Having a Net worth of rupees 500 Crore or more

c) Having a Net worth of rupees 1000 Crore or more

d) Having a Net worth of rupees 5 crore or more

14. The IFAC Code has _____ Part(s)

a) One b) Two c) Three d) Five

15. Which one of the following combinations of accounting assumptions are fundamental according to Accounting Standard I:

a) Going concern, consistency and historic cost

b) Entity, accrual and materiality

c) Conservatism, accounting period and prudence

d) Going concern, consistency and accrual

16. Following is an example of an accounting policy
- a) Realisation
 - b) Materiality
 - c) Dual Aspect
 - d) Valuation of investments
17. The following factor should be considered while selecting and applying accounting policies
- a) Inflation
 - b) Employee Morale
 - c) Liquidity
 - d) Materiality
18. According to AS 1, A change likely to have an effect not in current but in later years, should be
- a) Disclosed in such later year
 - b) Disclosed in the Auditor's report
 - c) Ignored
 - d) Disclosed in the year in which the change is made
19. Which of the following is not shown under the head 'Share Capital' in the balance sheet of a company?
- a) Preference share capital
 - b) Calls-in-arrears
 - c) Forfeited shares
 - d) Preference dividend
20. Which of the following is not an item under Current Assets, Loans and Advances under Part I of Schedule VI of the Companies Act, 1956?
- a) Interest accrued on investment
 - b) Bills receivable
 - c) Closing stock
 - d) Preliminary expenditure not written off
21. Reconstruction includes all of the following except
- a) Subdivision of share
 - b) Consolidation of share
 - c) Buy back of shares
 - d) None of the above
22. At the time of Internal Reconstruction Assets are written off except
- a) Land and Building
 - b) Goodwill
 - c) Preliminary expenses
 - d) Profit & Loss A/c
23. The existing 1,000 shares of Re. 1 each are altered to 100 shares of 10 each. This is known as
- a) Consolidation
 - b) Sub-division
 - c) Conversion in stock
 - d) Surrender
24. For capital reduction under internal reconstruction, authorisation / approval is required from
- a) Shareholders
 - b) Articles of Association
 - c) Court
 - d) All the above
25. Which of the following is not a 'free reserve' for the purpose of buy back of shares.

- a) Profit and Loss Account
- c) Dividend Equalisation Reserve

- b) General Reserve
- d) Revaluation Reserve