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Roll. No. _____

CH-2/2821

B.Com. (Hons.) (Second Semester)

Examination, 2015

COMMERCE

Specialized Accounting

Time Allowed : Three Hours] [Maximum Marks : 70

Note : Answer **five** questions in all. Question **No.1** is **compulsory** which carries 30 marks. Attempt **one** question of 10 marks from each unit.

1. Write short notes on the following: $3 \times 10 = 30$
 - (a) Functions of HRM
 - (b) Limitations of Inflation Accounting
 - (c) Rationale behind hi-tech accounting
 - (d) Measurement of labour turnover
 - (e) Importance of environment audit
 - (f) Requirement of SCB
 - (g) Benefit of Social accounting

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- (h) Concept of strategic management accounting
- (i) Stagflation vs. Inflation accounting
- (j) Principles of environment report

Unit-I

- 2. What do you understand by environment accounting & reporting? Explain the purpose and advantages of environmental reporting. 10
- 3. From the following information of ABC Ltd., Prepare the Social income statement and the social balance sheet as required under Corporate social reporting : 10

(Amount Rs.
in Crores)

Business generations for Community	1500
Medical facilities	46.15
Taxes Paid to local authorities	2.53
Lay-off & terminations	3.99
Training & Development	14.24
Holiday Benefits	103
Retirement Benefits	143.50
Business generation	1450
Taxes & duties-Centre	1194.98

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- 7. Discuss the concept, need and application of value-added accounting. 10

Unit-IV

- 8. Define Human Resource Accounting. Explain the different approaches to HRA in brief. 10
- 9. What is Manpower Planning? Elaborate on the process of Manpower Planning along with the problems. 10

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Unit-II

4. Discuss the reasons for adopting inflation accounting. List all the techniques of inflation accounting and explain any one with example.

10

5. In the context of inflation Accounting system adjust the following P/L A/C & Balance sheet under current Purchasing Power or CPP method to ascertain the changes in Net Profit and Reserve.

10

Profit and Loss Account for the year ended 31st December, 1984

		(Rs. 000)
Sales		500
Opening stock	80	
Purchases	<u>420</u>	
	<u>500</u>	
Less : Closing stock	<u>70</u>	<u>430</u>
Gross profit		70
Depreciation (Building)	5	-
Administration	<u>25</u>	<u>30</u>
Net Profit		40
Balance Sheet as at 31st December, 1984		(Rs.000)
Share capital		200
Reserves		<u>200</u>
		<u>400</u>

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Land	140	
Building	200	
Depreciation	<u>45</u>	155
Stock	70	
Debtors	40	
Cash	<u>30</u>	
	140	
Less Creditors	<u>35</u>	<u>105</u>
		<u>400</u>

The following data are given :

- Closing stock was acquired during last quarter 1984 and opening stock during the last quarter of 1983
- The Land and Buildings were acquired and the capital issued during 1976. The Buildings are depreciated straight line over 40 years.
- The relevant retail price indices are

(a) 1976 average	60
(b) 1983 last quarter average	108
(c) 1983 December 31	110
(d) 1984 last quarter average	116

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- (e) 1984 average 114
 (f) 1984 December, 31 118
4. Sales, purchases and administration expenses are assumed to occur evenly over the year and hence at average prices.

Unit-III

6. Prepare a value-added statement from the P & L a/c given below : 10

Profit and Loss Account	
	(Rs.)
Sales	20,00,000
Less : Materials	2,00,000
Wages	4,00,000
Services Purchased	6,00,000
Interest Paid	1,20,000
Depreciation	80,000
	<u>14,00,000</u>
Profit Before Tax	6,00,000
Income-Tax (50% tax rate)	<u>3,00,000</u>
Profit After Tax	3,00,000
Less : Dividend Payable	<u>1,00,000</u>
Retained Earning	2,00,000

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Taxes & duties-State	208.9
Increase in Cost of living	204.57
Extra hours worked by employees	5.94
Housing facilities	74.48
Education facilities	32.16
Canteen facilities	8.59
Generation of jobs	658.99
Environmental improvements	4.18

Social Capital Investments

Land	9.72
Roads & bridges	21.05
Furniture & fittings	2.60
Residential & other buildings	253.63
Human Resources	12725.33
Other Equipments	33.60
Sewerage & Road Supply	33.22

Liabilities

Social equity	12969.94
Organisations equity	382.21
Welfare activity to community	1.76
Centre's services Consumed	34.42
State services consumed	247.11
Concessional transport	12.12