

ST. JOSEPH'S COLLEGE OF LAW
#18, Residency Road, Bengaluru – 560025

Internal Assessment Examinations – JULY 2024

Subject: Corporate Accounting

Class: 1 B.COM LLB

Max Marks: 10

Time: 1 Hr

Instructions:

- Answer any one essay type question from Part A and any one short note question from Part B.
- Essay type question carries 7 marks and the short note question carries 3 marks.

Part A

7 x 1= 07

1. A company issued 10,000 shares at Rs 100 each. The whole issue was underwritten by A, B, C

A=5,000 Shares (Firm underwriting 1000 shares)

B=3,000 Shares (Firm underwriting 500 shares)

C= 2,000 Shares (Firm underwriting 500 shares)

Public have applied for 9,000 shares. The following are the marked forms including firm underwriting

A=3,500 shares

B= 1,400 shares

C= 1,600 shares

Calculate the liability of the underwriters

Or

2. Sneha company Ltd has a nominal capital of 4,00,000 in equity shares of Rs 10 each of these shares 30,000 shares were issued to the public. The amount was payable as follows

Rs 3 on application

Rs 2 on allotment

Rs 3 on first call

Rs 2 on final call

All the shares were duly subscribed and the money duly received except the final call on 2000 shares. The directors forfeited these shares and re-issued at Rs 7 per share fully paid. Pass the journal entries.

Part B

3x 1= 03

3. Write a short note
 - Marked applications
 - Underwriting
 - Underwriter

Or

4. Write the difference between equity share and preference share.