SSR DEGREE AND PG COLLEGE(Autonomous)

Department of B.Com

B.Com II YEAR – Advance Accounting Sem-III Important Questions

Unit 1 – Partnership Accounts – I

1. Define Partnership and explain its **essential features and contents of Partnership Deed**.
2. Explain the **provisions applicable in the absence of Partnership Deed**.
3. Prepare **Profit and Loss Appropriation Account** after considering interest on capital, interest on drawings, salary and commission.
4. Distinguish between **Fixed Capital Method and Fluctuating Capital Method** and prepare Partners' Capital/Current Accounts.
5. Explain and solve problems relating to **Past Adjustments and Guarantee of Profit**.

Unit 2 – Partnership Accounts – II

1. Explain the accounting treatment of **Admission of a Partner**, including goodwill and revaluation.
2. Calculate **New Profit-Sharing Ratio and Sacrificing Ratio** on admission.
3. Explain the accounting treatment of **Retirement of a Partner**, including goodwill and revaluation.
4. Calculate **Gaining Ratio** and determine the amount due to a retiring partner.
5. Explain the accounting treatment on **Death of a Partner**, including calculation of profit up to the date of death.

Unit 3 – Company Introduction, Issue of Shares & Debentures

1. Define a Company and explain its **features and types**.
2. Explain the **different types of Share Capital** and distinguish between Equity and Preference Shares.
3. Explain the accounting treatment of **issue of shares at par and at premium**, including oversubscription and pro-rata allotment.
4. Explain **forfeiture and reissue of shares** with journal entries.
5. Define Debentures and explain the **issue of Debentures and their accounting treatment**.

Unit 4 – Company Final Accounts & Profit Prior to Incorporation

1. Explain the **preparation of Company Final Accounts**.

2. Prepare the **Statement of Profit and Loss and Balance Sheet of a Company** from a Trial Balance with adjustments.
3. Define **Profit Prior to Incorporation** and explain its significance.
4. Explain the calculation of **Time Ratio and Sales Ratio** for determining profit prior to incorporation.
5. Solve a problem on **calculation and allocation of profit between Pre-incorporation and Post-incorporation periods**.

Unit 5 – Valuation of Shares & Goodwill

1. Define Goodwill and explain the **factors affecting its valuation**.
2. Explain and solve problems using the **Average Profit and Weighted Average Profit Methods** of Goodwill valuation.
3. Explain and solve problems using the **Super Profit Method and Capitalization Method** of Goodwill valuation.
4. Define Share Valuation and explain the **different methods of valuation of shares**.
5. Calculate the value of shares using the **Intrinsic Value, Yield Value and Fair Value Methods**.