

**SECTION II****[TO BE ATTACHED TO THE MAIN ANSWER-BOOK]****M.Com DEGREE (CSS) PRIVATE EXAMINATION, NOVEMBER 2022**

BF71F258

**DO NOT WRITE YOUR REGISTER NUMBER OR NAME ANYWHERE IN  
SECTION II OF THE QUESTION PAPER****CM010201MCQ - ADVANCED CORPORATE ACCOUNTING**

---

Answer **all** questions.

All questions carry equal weight

Put a tick mark [✓] against the correct answer

1. On replacement of an asset any amount realized on account of sale of old material is credited to  
(a) Asset Account                      (b) Revenue Account  
(c) Replacement Account      (d) None of these
2. ----- Reserve is created out of profits in excess of the reasonable return earned by an electric under taking and can be utilized when clear profit is less than the reasonable return.  
(a) Development      (b) Tariff and Dividend Control  
(c) Contingency      (d) None of these
3. Debenture holders having a floating charge on assets have priority in payment over  
(a) Secured creditors      (b) Unsecured creditors  
(c) Preferential creditors      (d) None of these
4. List H shows ----- account  
(a) Preferential creditors      (b) Unsecured creditors  
(c) Deficiency or Surplus      (d) None of these
5. ----- is calculated as a percentage of freight earned by the shipping company  
(a) Address commission      (b) Brokerage  
(c) Insurance      (d) None of these
6. The amount charged by the shipping company from the cargo owners for the cargo loaded on the ship is  
(a) Freight      (b) Passage money

(c) Primage      (d) None of these

7. Which section of the Companies Act 2013 defines a subsidiary company

(a) Section 2(87)      (b) Section 2(86)

(c) Section 2(88)      (d) None of these

8. Which section of the Companies Act 2013 prohibits a subsidiary company from holding shares in the holding company

(a) Section 18      (b) Section 19

(c) Section 20      (d) None of these

9. Issue of bonus shares out of pre-acquisition profits or reserves of the subsidiary company will have ----- on the Consolidated Balance Sheet

(a) Effect      (b) No effect

(c) Adverse effect      (d) None of these

10. While preparing a consolidated balance sheet the internal contingent liability should be

(a) Shown by way of a separate note      (b) Eliminated

(c) None of the above      (d) Both of these

11. The amount of interim dividend paid by subsidiary company during the accounting year is to be added to

(a) Revenue profit      (b) Capital profit

(c) Normal profit      (d) None of these

12. Statements X resemble the ----- under the double account system

(a) Net revenue account      (b) Revenue account

(c) Capital account      (d) None of these

13. Which section states the Principles governing registration of Insolvency Professional Agency

(a) Section 200      (b) Section 201

(c) Section 199      (d) None of these

14. A creditor shall----- --to vote in respect of a debt for an unliquidated amount

(a) Not be entitled      (b) Be entitled

(c) none of the above      (d) Both of these

15. Completion of repayment plan is stated in

(a) Section 116      (b) Section 117

(c) Section 118      (d) None of these

16. Amount realized on sale of assets is -----in liquidator's final statement of account  
(a) Debited (b) Credited  
(c) None of the above (d) Both of these
17. ----- of the Companies Act,2013 makes provisions for overriding preferential payment  
(a) Section 326 (b) Section 325  
(c) Section 327 (d) None of these
18. Even if the issue is over subscribed, the underwriters are liable to take up the agreed number of shares or debentures  
(a) Firm underwriting (b) Partial underwriting  
(c) Complete underwriting (d) None of these
19. Fraudulent trading is explained in  
(a) Section 66 (b) Section 65  
(c) Section 67 (d) None of these
20. Expeditious disposal of applications is stated in  
(a) Section 181 (b) Section 182  
(c) Section 183 (d) None of these

---

No. of MCQ's Attempted :

Weight Score :

(To be entered by the examiner)

No. of MCQ's not Attempted :

**ATTACH SECTION II INTERNAL EXAMINATION MCQ PAPER  
WITH THE MAIN ANSWER BOOK**