

- (v) What do you mean by the term Firm underwriting ?
- (vi) Goverdhan Ltd. has equity capital of Rs. 20,00,000 consisting of fully paid equity shares of Rs. 10 each. The net profit for the year 2009-10 was Rs. 30,00,000. It has also issued 18,000, 10% convertible debentures of Rs. 50 each. Each debenture is convertible into five equity shares. The tax rate applicable is 30%. Compute the diluted earnings.
- (vii) The liquidator of a company is entitled to a remuneration of 2% on assets realized and 3% on the amount distributed to unsecured creditors. The assets realized Rs. 10,00,000. Amount available for distribution to unsecured creditors before paying liquidator's remuneration is Rs. 4,12,000. Calculate liquidator's remuneration if the surplus is insufficient to pay off unsecured creditors in toto.
- (viii) The Maduri Municipal Corporation replaces part of its existing Water Mains with larger Mains at the cost of Rs. 1,50,00,000. The Original Cost of laying the old main was Rs. 30,00,000 and the present cost of laying those Mains would be three times the original cost. Calculate the amount to be capitalized.
- (ix) The life fund of a life assurance company was Rs. 8,64,80,000 as on 31.3.2010. The interim bonus paid during the intervaluation period was Rs. 14,80,000. The periodical actuarial valuation determined the net liability at Rs. 7,42,50,000. Surplus brought forward from the previous valuation was Rs. 85,00,000. Calculate the net profit for the Valuation period.
- (x) X Ltd. was incorporated on 1.8.2009 to take over the running business of M/s Kumar Bros. with assets from 1.4.2009. The accounts of the company were closed on 31.3.2010.

The average monthly Sales during the first four months of the year (2009-10) was twice the average monthly sales during each of the remaining eight months.

Calculate Time Ratio and Sales Ratio.