

Register Number :

Name of the Candidate :

6 5 0 5

M.B.A. DEGREE EXAMINATION, 2012

(E-BUSINESS)

(FIRST YEAR)

(PAPER - IV)

**140. FINANCIAL AND MANAGEMENT
ACCOUNTING**

December]

[Time : 3 Hours

Maximum : 75 Marks

SECTION – A (5 × 3 = 15)

Answer any FIVE questions.

ALL questions carry EQUAL marks.

1. Mention the importance of ratio analysis.
2. Write a short note on the urgency method.
3. Distinguish cash and funds flow analysis.
4. Write the major applications of marginal costing.

Turn Over

5. State the advantages of Graphical representations of Break-Even analysis.
6. List the various applications of funds.
7. What is the importance of reporting?
8. Specify the different levels of reports.

SECTION – B (3 × 15 = 45)

Answer any THREE questions.

ALL questions carry EQUAL marks.

9. Explain the procedures for preparing P & L Account and Balance Sheet.
10. Discuss the various methods of Ranking Investment Proposals.
11. Illustrate the classification and limitations of ratio analysis.
12. A project cost of ₹ 20,00,000 yielded annually a profit of ₹ 3,00,000 after depreciation @ 12.5% subject to Income tax @ 50%. Calculate pay back period.
13. Illustrate the importance, objectives and methods of budgetary control.

Additional information :

- (a) Stock as on 31.12.2010 – ₹ 1,00,000.
- (b) Depreciate for furniture at 10% P.A.
- (c) Prepaid salaries ₹ 3,500.
- (d) Outstanding rent ₹ 500.

Particulars	Debit Balance ₹	Credit Balance ₹
Bank overdraft		22,000
Sundry debtors	50,000	
Return outwards		3,000
Wages	70,000	
Discount received		1,800
Land	40,000	
Bills payable		1,800
Carriage inwards	2,400	
Purchases	1,80,000	
Salaries	24,000	
Rent	4,000	
Postage	1,000	
Return inwards	3,200	
Drawings	10,000	
Furniture	18,000	
Interest	600	
Cash at bank	6,600	
	5,23,400	5,23,400

SECTION – C (1 × 15 = 15)

(Compulsory)

14. From the following Trail balance extracted from the books of Thiru. Rajaram as on 31.12.2010,

Prepare :

(i) Trading and Profit & Loss Account

and (ii) Balance Sheet.

Trail Balance as on 31.12.2010

Particulars	Debit Balance ₹	Credit Balance ₹
Cash in hand	2,000	
Capital		2,00,000
Machinery	60,000	
Sales		2,54,800
Stock as on 1.1.2010	50,000	
Sundry Creditors		40,000
Bills receivable	1,600	

Turn Over