

Register Number :

Name of the Candidate :

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**M.B.A. (E- Business)
DEGREE EXAMINATION, 2012**

(FIRST YEAR)

(PAPER - IV)

**140. FINANCIAL & MANAGEMENT
ACCOUNTING**

May]

[Time : 3 Hours

Maximum : 75 Marks

SECTION – A (5 × 3 = 15)

Answer any FIVE questions.

ALL questions carry equal marks.

1. Define financial accounting.
2. Mention the limitations of ratios.
3. Write a short note on net terminal value index method.
4. List out the sources of funds.

Turn Over

5. What do you mean by cash from operation?
 6. What is meant by working capital?
 7. Write a short note on capital budgeting.
 8. Specify the objectives of report.
- SECTION – B** (3 × 15 = 45)
- Answer any THREE questions.*
ALL questions carry equal marks.
9. Explain the origin and growth of management and financial accounting.
 10. Analyze the various devices used in analyzing the financial statements.
 11. How to prepare a funds flow statements?
 12. Discuss Break even analysis with limitations.

Particulars	Debit	Credit
	₹	₹
Sales		2,48,150
Creditors		6,250
Debtors	3,450	
Wages	43,500	
Drawings	24,950	
Purchase Returns		1,960
Sales returns	2,575	
Non-operating receipts		5,000
Rent & Rates	26,500	
Advertising	1,560	
Sundry Expenses	390	
Motor Expenses	1,950	
Telephone & postage	630	
	3,57,280	3,57,280

SECTION – C (1 × 15 = 15)*(Compulsory)*

14. From the following trial balance extracted from the books of Gupta & Co. as on 31.03.10, Prepare

- (i) Trading & Profit & Loss account &
(ii) Balance Sheet

TRIAL BALANCE AS ON 31.03.2010

Particulars	Debit Balance ₹	Credit Balance ₹
Capital		65,000
Buildings	40,000	
Equipment	45,000	
Motor Vehicle	9,500	
Opening Stock	1,750	
Bank Overdraft		2,920
Cash	275	
Bank loan(long term)		28,000
Purchases	1,55,250	

13. Project - A and B which yield the following Cash flows over their five years. The cost of capital for both projects is 10%. Calculate Net Present Value and Internal Rate of Return.

Year	Project-A Cash Flow ₹	Project-B Cash flow ₹
0	10,000	10,000
1	5,000	1,000
2	4,000	2,000
3	2,000	2,000
4	2,000	4,000
5	1,000	7,000

Turn Over