

Seat No.	
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B.B.A. (Part - II) (Semester - IV) Examination, April - 2017
COST AND MANAGEMENT ACCOUNTING (Paper - II)
Sub. Code : 43944

Day and Date : Saturday, 29 - 04 - 2017

Total Marks : 40

Time : 12.00 noon to 02.00 p.m.

Instructions: 1) All questions are compulsory.

2) Figures to the right indicate full marks.

- Q1) What do you understand by analysis & interpretation of financial statements? Explain Liquidity Ratios & Solvency Ratios and state their significance. [14]

OR

Following are the Balance sheets of Networth Ltd. for two consecutive years.

Networth Ltd. Balance Sheet

Liabilities	31.12.2013	31.12.2014	Assets	31.12.2013	31.12.2014
Share Capital			Land & Buildings	72,000	60,000
Equity Shares	1,32,000	1,44,000	Plant & Machinery	36,000	60,000
10% Preference Shares		36,000	Sundry Debtors	48,000	57,600
General reserve	4,800	4,800	Stock	72,000	84,000
P & LA/c	2,400	2,880	Bank	2,880	8,400
8% Debentures	14,400	16,800	Cash	720	1,200
Provision for Taxation	7,200	10,080			
Proposed Dividend	12,000	13,920			
Current Liabilities	5,88,00	42,720			
Total	2,31,600	2,71,200	Total	2,31,600	2,71,200

Prepare Schedule of changes in Working capital and Fund Flow statement for the company.

P.T.O.

Q2) Write short answer (any two)

[16]

- Define report and explain different types of reports.
- Explain meaning of Human Resource Accounting? Elucidate the significance of Human Resource Accounting.
- Trading, Profit & Loss Account of Omega industries is given herewith

Trading, Profit & Loss Account for the year ended 31.03.2015

Particulars	Ammount (Rs.)	Particulars	Amount(Rs.)
To Opening Stock	68,000	By Sales	4,28,000
To Purchases less returns	2,54,000	By Closing stock	82,500
To carriage Inward	2,800		
To Wages	4,500		
To Gross Profit	1,81,200		
Total	5,10,500	Total	5,10,500
To Administrative Expenses	85,000	By Gross profit	1,81,200
To Selling & Distribution Exp.	11,400	By Non-operating Exp.	5,800
To Finance Expenses	5,800		
To Other non-operating Exp.	2,000		
To Net Profit	82,800		
Total	1,87,000	Total	1,87,000

Calculate:

- Gross Profit Ratio.
- Net profit Ratio.
- Operating Ratio.
- Stock Turnover Ratio.
- Explain in brief procedure for preparation of Fund Flow Statement.

Q3) Write short notes (2 out of 4)

- a) Objectives of reporting.
- b) Significance of Ratio Analysis.
- c) Procedure of Human Resource Accounting.
- d) Importance of Cash Flow Statement.

