

S.D.E.

M.B.A. (E) SEM-I (2 YEAR COURSE) : WINTER - 2017

SUBJECT: FINANCIAL ACCOUNTING

Day: Monday
Date: 18/12/2017

W-2017-4371

Time: 10.00 A.M. TO 01.00 P.M.
Max. Marks: 70

N.B:

- 1) Attempt any **FOUR** questions from Section-I
- 2) Attempt any **TWO** questions from Section-II
- 3) Answer to both the section should be written in the **SEPARATE** answer book.

SECTION –I

- Q.1** Distinguish between Management Accounting and Financial Accounting. (10)
- Q.2** What do you mean by Accounting Concepts and Conventions? Explain in detail. (10)
- Q.3** What do you mean by Financial System? Explain two conventional and two modern/ New Financial Instruments. (10)
- Q.4** Explain Cash Flow and Fund Flow Analysis. Discuss its limitations. (10)
- Q.5** Explain the following terms: (10)
- i) Journal
 - ii) Book Keeping and Accounting

SECTION-II

- Q.6** Journalize the following in the books of Desai (15)
- 5th March Started business with a capital of Rs. 1,50,000/- in cash
- 6th March Opened a bank A/c with State Bank of India Rs.4,000/-
- 7th March Purchased goods and issued a cheque of Rs.3,000/-
- 8th March Sold goods and received a cheque Rs.5000/- which is directly deposited into the bank.
- 9th March Credit sales to Kulkarni Rs.1,000/-
- 10th March Received bank interest Rs.300/-
- 11th March Purchased a Building Rs.40,000/-
- 12th March Purchased furniture on credit from Raja Rs.2,000/-
- Q.7** From the following Trial Balance of Shri Sen, prepare Trading and Profit and Loss A/c for the year ended 31st March 2014 and a Balance Sheet as on that date. (15)

Trail Balance as on 31st March 2014

Particulars	Rs.
Opening Stock	9,600
Wages	3,200
Commission on purchase	200
Freight	300
Purchase less returns	11,850
Sales less returns	24,900
Trade expenses	20
Bills receivables	600
Rent	200
Plant	2,000
Salary	500
Repair to plant	160
Cash in bank and at Bank	200
Debtors	4,000
Income Tax	550
Drawings	650

PTO

Capital	5,000
Bills payable	500
Loan	900
Discount on purchase	400
Creditors	2,330

Adjustments :

- a) Closing stock on 31/03/2014 was Rs. 3500/-
- b) Write off Rs. 400/- as bad debts.

Q.8 The following are the figure extracted from the books of XYZ limited as on 31/03/2015 (15)

Particulars	Amount(Rs)
Net Sales	24,00,000
Operating expenses	-18,00,000
Gross profit	6,00,000
Non-operating expenses	-2,40,000
Net profit	3,60,000
Current Assets	7,60,000
Inventories	8,00,000
Fixed Assets	14,40,000
Total Assets	30,00,000
Net Worth	15,00,000
Debt	9,00,000
Current liabilities	6,00,000
Total liabilities	30,00,000

Calculate:

- 1) Gross profit ratio
- 2) Net profit ratio
- 3) Inventory turnover ratio
- 4) Net worth to debt