



### BRAINWARE UNIVERSITY

# Term End Examination 2023-2024 Programme - MBA-2022/MBA-2023

Course Name – Financial Reporting, Statements and Analysis

Course Code - MBA104 (Semester I)

Brainware University Barasal, Kolkala . Too 12

Full Marks: 60

(viii) Investment is an example of \_

a) personal account

Time: 2:30 Hours

1 x 15=15

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

### Group-A (Multiple Choice Type Question)

Choose the correct alternative from the following: (i) Define Accounting is the language of b) Public a) Government d) Business c) Trade (ii) Define the sales income (Credit and Cash) of a business during a given period as b) Sales returns a) Transactions d) Purchase returns c) Turnover (iii) Consistency with reference to application of accounting procedures state as a) All companies in the same Industry should Income & assets have not been overstated use identical accounting procedures d) Any accounting method can be followed as c) Accounting methods & procedures shall be per convenience followed uniform basis year after year (iv) Gross profit could be defined as a) Cost of goods sold + Opening stock b) Sales - purchase d) Net profit - expenses of the period c) Excess of sales over cost of goods sold (v) Identify which is not a type of liability b) Current a) Short term d) Long term c) Fixed (vi) Select the correct answer to fill the blanks : As per the Matching concept, Revenue -= Profit b) Liabilities a) Expenses d) None of these c) Assets (vii) Interest earned is an example of \_ b) real account a) personal account d) Intangible real account c) nominal account

b) real account

c) nominal account d) none of these  (ix) Which account will be debited in case Life insurance premium is paid by proprietor from business cash?	
from business cash?	
116-14-14	
a) Drawings 77	
(x) Cash flow statement is prepared as per accounting standard	
a) AS-5 b) AS-4	
d) AS-2	
(vi) A sender has made a sale of Rs 75 500 out of which cash sales amounted to Rs.25,500.	
He showed trade receivables on 31-3-2014 at Rs.50,000. Choose which concept is	
followed by him	
a) Going concern b) Cost	
d) Money measurement	
(xii) A company purchased a vehicle for Rs.6000. It will be used for 5 years and its residual	
value is expected to be Rs.1000. Calculate the annual amount of depreciation using	
ctraight line method of depresiation	
straight line method of depreciation.	
a) KS. 5000	
c) Rs. 2000 d) Rs. 1000	
(xiii) If 6% Pref. share capital ₹2,00,000 were redeemed at a premium of 5%, while preparing	
Cash Flow Statement its effect on cash flow will be - Choose correct answer.	
a) Cash used from financing activities b) Cash received from financing activities	
₹2 12 000	
c) Cash used (payment) from financial d) Cash used (payment) from financial	
activities ₹2.10.000 activities ₹2,00,000	
(xiv) Choose the correct answer to fill the blank: The comparison of financial statement of	
one year with that of another is possible only whenconcept is followed	
9, 55	
(xv) Choose which of the following is not an item of a Balance Sheet	
a) Accounts Receivable b) Accounts Payable	
c) Sales Revenue d) Outstanding Expenses	
Group-B	
(Short Answer Type Questions) 3 x 5	=15
2. Determine the 3 most important Financial Statements in Financial Analysis. (3	1
3. Explain Contingent Liability with examples. (3	
4. Estimate the amount of net profit/net loss from the following information by preparing a (3)	
	)
P/L Account in the books of Chandan Ltd as on 31.3.2022: Gross Profit-Rs.100000, Telephone	
expenses -Rs.5000, salaries- Rs.3000, depreciation-Rs.10000, postage & stationery -	
Rs.11000, discount allowed -Rs.10000, discount receive- Rs.15000, bad debts-Rs.3000, rent	
received-Rs.16000, traveling expenses-Rs.10000, insurance premium -Rs.12000.	
5.5.1.1.1.1.1.50.1%	
5. Explain the rules of Debit and Credit. (3	
6. From the following information, estimate Gross Profit for the year ended 31st (3	3)
March, 2019: Opening Stock (1st April, 2018) -25,000 Goods purchased during the	
year - 1,40,000 Freight and Packing - 10,000 Closing Stock (31st March, 2019) -	
30,000 Sales - 1,90,000 Packing Expenses on Sales - 6,000	

OR

## Group-C (Long Answer Type Questions)

- Identify the need for the convergence of Indian GAAP with IFRS.
- 8. Explain the Dual Aspect concept and Periodicity concept.

Prepare a Trial Balance of Bidhan Infotech from the following balances taken as (5)

	(₹)		(₹)
Capital	2,50,000	Purchases	2,15,300
Drawings	24,000	Sales	3,80,000
Debtors	57,000	Miscellaneous	8,200
		Expenses	3,200
Creditors	28,500	Miscellaneous	3,600
	The MPCAN LANGUAGE	Receipts	,
Land &	1,80,000	Bad Debts	7,100
Building			
Plant	1,20,000	Bills	5,000
		Receivable	
Stock on	22,800	Loan from X	20,000
1-4-2021		- 14	
Factory	16,600	Interest on $X$ 's	3,000
Expenses		Loan	
Office	7,700	Cash in hand	8,400
Expenses	-		
Purchases	6,000	Goodwill	10,000
Return			
Stationery	500		
Freight	2,500		

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- 10. Evaluate the three major sections of a Cash Flow Statement, and what information does (5) each section convey.
- 11. Classify the subsidiary Books of Accounting.

(5)

12. Explain the objective of preparing Balance Sheet.

(5)

#### OR

Samrat Ltd. purchased a Machinery costing Rs. 2,00,000 on 1st April, 2020. Depreciation is (5) charged @10% on Original Cost each year on 31st March. Illustrate the Journal entries, Machinery A/c and Depreciation A/c for the years 2020-21 & 2021-2022.