45310

BRAINWARE UNIVERSITY

Term End Examination 2025-2026
Programme – MBA(HM)-2025
Course Name – Accounting and Financial Management
Course Code - MHM27506 (T)
(Semester II)

Full Marks : 40 **Time : 2:0 Hours**

[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) 1 x 10=10

1. *Choose the correct alternative from the following :*

(i) Choose the process of recording, classifying & summarizing all the transaction is called -

a) Book – keeping
b) Accounting
c) Journalizing
d) None of these

(ii) Identify, which of the following is not a business transaction -

a) Bought furniture of Rs. 8,000 for business
b) Paid for salaries of employees Rs. 5,000
c) Paid son's school fees from own pocket Rs. 800
d) Paid sons fees from the business Rs. 2,000

(iii) State the concept that a business enterprise will not be sold or liquidated in the near future is known as -

a) Going concern
b) Economic entity
c) Monetary unit
d) None of these

(iv) Select the debts which are to be repaid within a short period (a year or less) are referred to as -

a) Current libilities
b) Fixed assets
c) Intangible assets
d) Investments

(v) When evaluating capital investment proposals, time value of money is used in which of the following techniques -

a) Payback Method
b) Net Present Value Method
c) Aountig Rate of Return
d) All of these

(vi) The time value of money indicates that -

a) unit of money obtained today is worth more than unit of money obtained in future
b) A unit of money obtained today is worth less than a unit of money obtained in future
c) There is no difference in the value of money obtained today and tomorrow
d) Annuity

(vii) Determine how earnings per share are calculated -

a) Profit after tax divided by the number of outstnding shares
b) Earnings after taxes & divided by the previous period EAT
c) EAT divided by the forecasted period's EAT
d) None of these

(viii) Calculate If the insurance premium paid Rs. 1,000 and prepaid insurance Rs. 300. The amount of insurance premium shown in the profit and loss account will be ______.

a) Rs. 300
b) Rs. 1000
c) Rs. 1300
d) Rs. 700

(ix) Choose Prepaid expenses are shown in _____.

a) Liability side
b) Asset side
c) Assets or Liability side
d) None of these

(x) Determine goods sold on credit should be debited to -

a) Purchase A/c
b) Customer A/c
c) Sales A/c
d) Cash A/c

Group-B

(Short Answer Type Questions) 3 x 5=15

2. Distinguish between Tangible and Intangible Assets with example. (3)
3. Explain Going Concern Concept and Periodicity Concept. (3)
4. Fixed Assets Rs. 550,000; Current Assets Rs. 200,000; Current Liability Rs. 150,000; Long Term Liability Rs. 200,000. Calculate the Capital amount. (3)
5. Explain the objectives of preparation Trial balance. (3)
6. The first cost of a machine is Rs 18,00,000. Life of the machine is five years. Estimate the value of machine after charging the 3 years depreciation (use straight line method). (3)

OR

Differentiate between systematic risk and unsystematic risk. (3)

Group-C

(Long Answer Type Questions) 5 x 3=15

7. Discuss the Significance of Time Value of Money. (5)
8. On 01/04/2019 Machinery purchased for Rs 11,00,000/- , transportation charge paid for 1,50,000/- and installation charges paid for Rs 50,000/-. Scrap value will be Rs 1,00,000/- and the useful life of machinery is 20 years. Year ending on 31 March. calculate value of depreciation with the Straight Line Method of depreciation. (5)
9. From the following information, prepare Trading Account for the year ended 31st March, 2022: Stock on 1st April, 2022 - 40000, Purchases - 400000, Sales - 380000, Carriage Inwards - 20000, Returns Outward - 80000, Wages and Salaries - 50000, Returns Inward - 20000, Stock on 31st March, 2022 - 120000 (5)

OR

Prepare a Balance Sheet as on 31.3.2022 from the following information :- Capital 600,000; Net Profit 136,300; Sundry Creditors 200,000; Bank Overdraft 180,000; Outstanding Wages 52000; Cash in hand 42300; Sundry Debtors 209,000; Plant & Machinery 164,000; Computers & Printers 468000; Closing Stock 280000; Prepaid Insurance 5000. (5)

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