

22/5061**B.C.A. Examination, 2022****Second Semester****Fourth Paper****(Financial Accounting & Management)****Time : Three Hours / Maximum Marks : 75****Note :** Attempt any **five** questions. All questions carry equal marks.**Note :** The answers to short questions should not exceed **200** words and the answers to long questions should not exceed **500** words.

- 1 Define Financial Accounting. Explain the nature and scope of Financial Accounting. Differentiate between Financial Accounting and Management Accounting. 15

3. Journalise the following transactions in the book of Shri Kishan Timber Merchant giving suitable narrations. 15

Rs.

| | |
|---------------------------------------|----------|
| (i) Kishan started Business with Cash | 2,00,000 |
| (ii) Purchased Furniture for cash | 20,000 |
| (iii) Purchased Good for Cash | 25,000 |
| (iv) Sold Goods to Charu | 15,000 |
| (v) Charu returned 20% of Goods | - |
| (vi) Kishan withdrew for personal use | 5,000 |

| | 22/5061 | 22/5061 | | |
|---|----------------|------------------------|----------------------|----------------------|
| | | Particular's | DR.(Rs.) | CR.(Rs.) |
| (vii) Paid cash to Pawan and discounted received from him | 4,700 300 | Capital Cash | | 10,000 1,500 |
| (viii) Goods given away as charity | 2,000 | Furniture | 600 | |
| (ix) Paid Wages Rs. Trade Expenses Rs. | 400 1,000 | B/R and B/P | 3,000 | 2,500 |
| Salaries Rs. | 4,000 | Bank Overdraft | | 2,000 |
| (x) paid Rs. 1,000 to petty cashier. | | Purchases and Sales | 12,000 | 15,000 |
| 4. Explain the objectives of Ratio Analysis. Discuss various ratio's used to examine the liquidity and solvency positions of a firm. | | Returns | 1,000 | 2,000 |
| 5. Prepare Trading and Profit & Loss Account for the year ended 31 March, 2019 and Bal- ance Sheet as on that date from the follow- ing Trial Balance- | 15 15 | Establishment Expenses | 2,200 | |
| | | Taxes and Insurance | 500 | |
| | | Bad Debts and Bad Debt | 500 | 700 |
| | | Provision | | |
| | | Debtors and Creditors | 5,000 | 2,000 |
| | | Commission | | 500 |
| | | Deposits | 4,000 | |
| | | Opening Stock | 3,000 | |
| | | Drawing | 1,400 | |
| | | | <u>34,700</u> | <u>34,700</u> |

Adjustments:

- (i) Salaries Rs. 100 and taxes Rs. 200 are outstanding but insurance Rs. 50 is prepaid.
- (ii) Bad Debts provisions is to be maintained at Rs. 1000 on Debtors.
- (iii) Depreciate Furniture by 10%.
- (iv) Stock on 31.03.2019 was valued at Rs. 4500.
6. The following informations are available:15
- | | |
|-------------------|-----------------|
| Fixed expenses | Rs. 25,000 |
| Variable expenses | Rs. 20 per unit |
| Selling price | Rs. 30 per unit |

Calculate the following:

- (i) Break Even Point in units.
- (ii) Sales volume to earn a profit of Rs. 25,000. <https://www.mgkvponline.com>
- (iii) What additional units would be necessary to increase the profit by Rs. 10,000.
7. Explain the nature and objectives of Financial Management. Discuss various long term sources of Financing. 15
8. What is the relevance and significance of Cost of Capital? How can you determine the cost of equity Capital in a growth firm? 15
9. Explain the objectives and nature of Working Capital. State various factors influencing the composition of Working Capital. 15

**10. What are the factors affecting the cash
needs of a firm? Explain the various steps
taken in scientific cash management. 15**

**<https://www.mgkvponline.com>
Whatsapp @ 9300930012
Send your old paper & get 10/-
अपने पुराने पेपर्स भेजे और 10 रुपये पायें,
Paytm or Google Pay से**