

Roll No

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BBA/M-15

14111

**ANALYSIS OF FINANCIAL STATEMENTS
Paper – BBA -109**

Time Allowed ; 3 Hours]

[Maximum Marks ; 80

**Note ; Attempt five questions in all. Question No. 1 is
Compulsory .ALL questions carry equal marks.**

Compulsory Question

1. Define the following ;
 - {a} Return on Net worth
 - {b} Working Capital
 - {c} Inventory
 - {d} Payment of Dividend
 - {e} Amortization .
 - {f} Investing Activities.

2. Explain illustrate the following
 - {a} Quick Ratio
 - {b} Debt - Equity Ratio
 - {c} Interest Coverage Ratio

3. Explain the process of preparing the funds flow

Statement with imaginary figures

4. What do you mean by Cash flow statement? Distinguish between Cash flow statement and Fund flow statement?

5. What is return on Capital employed? Discuss its Importance to evaluate the performance of business

6. What is Social accounting? Explain various approaches to social accounting?

7. How do you analyse and interpret Financial Statements of a company for reporting on the Soundness of its capital structure and solvency?

8. Form the following information, you are required to Prepare a Balance Sheet.

{a} Current ratio - 1.75

{b} Liquid ratio - 1.25

{c} Stock turnover ratio -9

{d} Gross profit ratio 25%

{e} Debt collection period - 1.5

{f} Reserve and Surplus to Capital - 2

{g} Turn to Fixed assets - 1.2

{h} capital gearing ratio - 0.6

{i} Fixed assets to Net worth - 1.25

{j} Sales for the year - RS . 12,00 000,