

# FINANCIAL REPORTING, STATEMENTS AND ANALYSIS

MBA-105

## 1. Compulsory Question

- (a) Briefly explain accounting as an information system.
- (b) What is the procedure of analysis of financial statements?
- (c) What do you understand by the term “cost-volume-profit” analysis?
- (d) Describe the relevance of IFRS.
- (e) What is transfer pricing? Discuss the usefulness of it.

2. What do you mean by ‘Basic accounting concepts and conventions’? Discuss in brief some of the important concepts and conventions of accounting.

3. Management accounting aims at providing financial results of the business to the management for taking decisions. Explain.

4. Ratio analysis is a tool to examine the health of business with a view to make financial results more intelligible.”

5. Distinguish between funds flow and cash flow statement.

6. A company is selling 200 units per month at Rs.10 per unit. Fixed overhead cost is Rs.400 per month and variable cost is Rs.6 per unit. There is a proposal to reduce prices by 10%. Calculate present and future P/V ratio. How many units must be sold to earn the present total profits?

7. Describe in brief the modus operandi for the purpose of preparation of a budget. What are the principal considerations involved in budgeting?

8. The aim of responsibility accounting is not to place blame. Instead, it is to evaluate performance and provide feedback so that future operations can be improved,” Discuss.

9. Write a detailed note on recent contemporary issues in accounting.