

HI-TECH Institute of Engineering & Technology, Ghaziabad**ODD SEMESTER 2022-23****DEPARTMENT OF MANAGEMENT & COMMERCE****Model Question Paper**

Subject : Financial Accounting and Analysis

Code: KMBN103

Time: 3 Hours

Maximum Marks: 100

Note: Attempt Questions from all Sections as per Instructions**Section -A****Q1) Attempt all Questions in brief****2 x 10 =20**

Q No.	Question	Marks	CO
a.	Define the following terms: a. Shareholders Fund b. Selling and administrative expenses c. Cost of goods sold d. Interim dividend	2	CO1
b.	What do you Debt to equity ratio?	2	CO4
c.	What is the purpose of preparing Cash Flow Statement?	2	CO3
d.	What is the use of common size financial statement?	2	CO5
e.	What is Ledger? What purpose does it serves?	2	CO2
f.	"Current Ratio examines the liquidity position of an organization". Comment	2	CO4
g.	Give journal entries of the following transaction in accounting: 1. In which there is an increase in one asset and decrease in another. 2. In which there is an increase in cash and decrease in stock. 3. In which there is an increase in one asset and increase in liability also. 4. In which there is an decrease in both asset and liability	2	CO2
h.	What do you mean by Consistency Principle of accounting?	2	CO1
i.	What do you mean by Contra Entries?	2	CO2
j.	What is the difference between accounting equation and accounting cycle?	2	CO1

Section -B**Q2) Attempt any three questions****3 x 10=30**

Q No.	Question	Marks	CO
a.	What are financial statements? Discuss the meaning and significance of each of these statements. Also explain their limitations.	10	CO3
b.	What is accounting standards? How it is different from International Financial Reporting Standards?	10	CO2
c.	What is Trend Analysis? What purpose does trend analysis serve? Explain with example	10	CO5
d.	What purpose does ratio analysis serve in an organization? Explain Liquidity and Solvency Ratios.	10	CO4
e.	Explain Depreciation, amortisation. What is the difference between original cost method and diminishing balance method?	10	CO1

Section -C**Q3) Attempt any one part of the following****1x10=10**

Q No.	Question	Marks	CO
a.	What are the objectives of the analysis and interpretation of financial statements? Discuss with appropriate examples, the various tools of financial analysis pointing out their nature and significance.	10	CO 4
b.	What do you mean by Accounting for Corporate Social Responsibility? State its objectives and importance for an organization.	10	CO5

Q4) Attempt any one part of the following**1x10=10**

Q No.	Question	Marks	CO
a.	You are an investor and want to invest your savings into a company. What points you should keep in your mind while investing according to you? How you will calculate profitability ratios in relation to investment?	10	CO4
b.	What is accounting? What is the difference between Accounting and book keeping? Also explain the benifetes of accounting.	10	CO1

Q5) Attempt any one part of the following**1x10=10**

Q No.	Question	Marks	CO
a.	What is Cash Flow Statement? What are its objectives? Distinguish between cash flow statement and profit & loss accounting.	10	CO3
b.	Who are the users of accounting information and what type of accounting infomation they need? Explain in detail.	10	CO1

Q6) Attempt any one part of the following**1x10=10**

Q No.	Question	Marks	CO
a.	In todays life why accounting for corporate social responsibility is necessary for an oragnization? Explain	10	CO5
b.	Pass Journal entries and post them in the ledger accounts of Ashutosh for the month of January, 2022: 1. Started business with cash of Rs. 5,00,000 2. Deposited cash into bank Rs. 4,00,000 3. Paid rent by cheque Rs. 5,000 4. Bought furniture for Rs. 60,000; amount paid by cheque 5. Bought goods from Sunil for Rs. 50,000 6. Bought goods from Abhishek Rs. 20,000 amount paid by cheque 8. Bought goods for cash Rs. 30,000 12. Cash sales Rs. 10,000 14. Sold goods on credit to Rohan Rs. 20,000 17. Bought stationery for cash Rs. 500 21. Cash received from Rohan on account Rs. 12,000 24. Paid Sunil Rs. 20,000 on account 27. Paid wages Rs. 2,000 30. Deposited Rs. 5,000 into the bank 31. Cash withdrawn from the bank for personal use Rs. 20,000	10	CO2

Q7) Attempt any one part of the following**1x10=10**

Q No.	Question	Marks	CO
a.	What do you mean by Balance Sheet? How it is different from Profit & Loss Account and Trial Balance?	10	CO3
b.	Assume that you are a manager of XYZ Ltd incorporated on 15 January, 2021. Chariman of the company wants you to explain the need and importance of generally accepted accounting principles in first annual general meeting of the company. Explain this in your own words	10	CO2