

2023

Time - 3 hours

Full Marks - 80

Answer all groups as per instructions.

Figures in the right hand margin indicate marks.

GROUP -- A

1. Fill in the blanks. (all) [1 × 12
- (a) _____ is a financial statement of results of operating activities of the business by matching revenues with the cost of the accounting year.
- (b) _____ is a financial statement of assets, liabilities and capital of the business as on a particular day.
- (c) _____ means cash and cash equivalents.
- (d) _____ means Net working capital.
- (e) _____ shows the financial position of the business.
- (f) _____ are the outcomes of summarizing process of accounting.
- (g) _____ analysis refers to the comparison of financial data of a company for several years.

- (h) _____ analysis refers to the study of relationship of various items of the financial statements of one year.
- (i) _____ activities are the principal revenue producing activities of the enterprise.
- (j) _____ reporting is mandatory as per provisions of the law.
- (k) _____ reporting is not required legally but companies voluntarily report them.
- (l) _____ report is a single document that present and explain both financial and nonfinancial information.

GROUP – B

2. Answer any eight of the following questions within two to three sentences each. [2 × 8]

- (a) What are the basic financial statements ?
- (b) Write two objectives of financial statement analysis.
- (c) Give two examples of operating activity cash flows.
- (d) What are three main sources of cash flow of an organisation ?
- (e) What is Trend Percentage ?
- (f) How Common size value is computed ?

[3]

- (g) How Horizontal analysis is different from vertical analysis ?
- (h) What do you mean by liquidity ?
- (i) Define the word solvency ?
- (j) What are the objectives of Cash Flow Statement ?

GROUP – C

3. Answer any eight of the following questions within 75 words each.

[3 × 8]

- (a) Who are the users of Financial Statement ?
- (b) What is comparative statement ?
- (c) What is common-size statement ?
- (d) State the significance of stock turnover ratio.
- (e) What is the significance of current ratio ?
- (f) Define Activity Ratio / Turn Over Ratio ?
- (g) Give six examples of Investment Activity.
- (h) Give six examples of Financing Activity.
- (i) Differentiate between Traditional Reporting and Integrated Reporting.
- (j) Name six different capitals used in Integrated Reporting.

P.T.O.

[4]

GROUP – D

Answer all questions within 500 words each.

4. "Financial statements are the end products of Accounting System." Elucidate the statement. [7]

OR

Give a specimen of Statement of Profit and Loss (SPL) as prescribed in Companies Act, 2013.

5. Differentiate between Traditional approaches vs. Modern Approaches to financial statement analysis. [7]

OR

Elaborate the problems encountered in Financial Statement Analysis.

6. Define Ratio Analysis ? Make a classification of ratios ? [7]

OR

Compare and contrast between Intra firm and Interfirm analysis of financial statement.

7. What is Cash Flow Statement ? Discuss the advantages and limitations of Cash Flow Statement. [7]

OR

Explain the Direct Method and Indirect Method of determining "Net Cash Flow from Operating Activity".