2023

Time - 3 hours

Full Marks - 80

Answer **all groups** as per instructions.

Figures in the right hand margin indicate marks.

GROUP – A

1. Answer all questions and fill in the blanks as required. [1 × 12

(a) The standard norm for current ratio is _____.

(b) Bills receivable is a _____ asset.

(c) Debt equity ratio = _____.

(d) Cash flow statement is prepared as per accounting standard _____.

(e) _____ is an example of liquid asset.

(f) Operating profit to sales gives us _____ ratio.

(g) Dividend pay out ratio = _____.

(h) Financial statements are prepared from _____ facts. (recorded / estimated)

(i) Increase in the amount of creditors result to _____ in cash.

(j) Liquidity & short term solvency of a business depends upon cash. (True / false)

(k) A decreased stock turnover ratio usually indicates expanding business. (True / false)

(l) Turnover Ratios help management in evaluating performance. (True / false)

GROUP – B

2. Answer <u>any eight</u> of the following questions within two to three sentences each. [2 × 8

(a) Write various types of financial statement.

(b) What is common size statement ?

(c) What is time series ?

(d) What is a trend ?

(e) Define a comparative statement.

(f) Write two absolute liquid assets.

(g) What is profitability ratio ?

(h) What is leverage ?

(i) Define a statutory report.

(j) What is integrated reporting ?

GROUP – C

3. Answer <u>any eight</u> of the following questions within 75 words each. [3 × 8

(a) What is Retained Earning ?

(b) What is Cash Flow Statement ?

(c) What is Time Series Analysis ?

(d) What is Gross Profit Ratio ?

(e) Write various long term ratios.

(f) What is multi-variate analysis ?

(g) What is Corporate Reporting ?

(h) What is Cross Sectional Analysis ?

(i) Write various uses of multivariate analysis.

(j) What are the Trend Ratios ?

GROUP – D

Answer **all** questions within 500 words each.

4. Discuss various limitations of financial statement. [7

OR

Describe the characteristics of a good or an ideal financial statements.

5. Differentiate between traditional approach and modern approach of financial statement analysis. [7

OR

From the following data relating to the purchase of a firm, prepare Trend Percentage & Trend Ratios :

Year	Purchases (₹) ('00,000)
2015	1672
2016	1789
2017	1873
2018	1923
2019	2123
2020	1463

6. Differentiate between Univariate Analysis and Multivariate Ratio Analysis. [7

OR

Calculate Debtors Velocity form the following data :

Opening balance of debtors ₹ 10,000

Credit Sales during the year ₹ 20,000

Sales Return ₹ 1,000

Discount on Sales ₹ 50

Cash collected from Debtors during the year ₹ 500

Bad Debts ₹ 500

Bad Debt Provision @ 10%

7. Discuss sustainability reporting practices in India. [7

OR

From the following B/S as on 31.12.2021, prepare a cash flow statement :

Balance Sheet

Liabilities	2010	2009	Assets	2010	2009
Share Capital	1,50,000	1,00,000	Fixed Assets	1,50,000	1,00,000
P/L A/c	80,000	50,000	Goodwill	40,000	50,000
General Reserve	40,000	30,000	Stock	80,000	30,000
6% Debenture	60,000	50,000	Debtors	80,000	50,000
Creditors	40,000	30,000	Bill Receivables	20,000	30,000
Outstanding Exp.	15,000	10,000	Bank	15,000	10,000
	3,85,000	2,70,000		3,85,000	2,70,000