

SARDAR PATEL UNIVERSITY
BCA (III SEMESTER) EXAMINATION
TUESDAY, 19TH NOV., 2019
02:00 P.M. TO 05:00 P.M.

FINANCIAL AND ACCOUNTING MANAGEMENT (US03FBCA01)

TOTAL MARKS: 70

1 Multiple Choice Question :

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1. "Art & Science of recording business transaction in a systematic & chronological order" is known as _____
 - a) Book keeping
 - b) Accounting
 - c) Debiting
 - d) Crediting
2. Which of the following is not a type of account
 - a) Capital
 - b) Personal
 - c) Real
 - d) Nominal
3. The Sales Book is best described as:
 - a) Containing customers' accounts
 - b) Part of the double entry system
 - c) Containing real accounts
 - d) A list of credit sales
4. The account of a supplier would be found in:
 - a) Sales book
 - b) Purchases book
 - c) General ledger
 - d) Purchases ledger
5. The _____ will be added to the capital in the Balance sheet.
 - a) Gross Profit
 - b) Net Profit
 - c) Loss Profit
 - d) None
6. All direct expenses are shown in the _____
 - a) Profit & Loss A/c
 - b) Trading A/c
 - c) Balance Sheet
 - d) None
7. Which is not a Finance Manager's Role?
 - a) Raising of Funds
 - b) Understanding Capital Markets
 - c) Sales
 - d) Profit Planning

8. Financial management is concerned with _____ of the firm's financial resources.
- Production
 - planning and controlling
 - Marketing
 - none of the above
9. The analytical technique used to study the behavior of profit in response to change in volume, cost, and price is called the...
- CVP analysis
 - Ratio analysis
 - operating leverage
 - none of above
10. _____ is a typical example of non cash expense in a firm.
- Factory rent
 - Raw material
 - Fix salary
 - Depreciation

2 Answer the following. (Any Ten)

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- Write rules for debit and credit of different accounts.
- Define term Ledger with format.
- What do you mean by bad debts and bad debts recoverable?
- Define contra entry.
- Explain three columnar cash book with format.
- What is Profit & Loss Account?
- Differentiate real and financial assets.
- Discuss the role of CFO.
- Define the scope of financial management.
- Write the meaning of operating leverage.
- Define debtor's turnover ratio.
- Define cash breakeven point.

- 3 What is Trial Balance? Write Purpose, Advantages and Disadvantages of it with format?

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OR

- 3 Write the following transactions of Mehul in his Journal, 2005,

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- Dec. 1, Mehul started business with cash Rs. 10,000, furniture Rs. 500 and stock of goods Rs. 1,000.
- 4, Opened a bank account and paid Rs. 7,500 in it.
- 6, Sold goods to Sapana Rs. 250 for which cash Rs. 150 are received.
- 8, Received Rent Rs. 2500.
- 10, Paid for son chirag's college fees Rs. 5500.
- 14, Received commission Rs.5000.
- 16, Received an order for supplying goods from Mokshi Rs. 100.
- 17, Sent goods to Mokshi as per order.
- 20, Paid salary to Shilpa in cash Rs. 100 and paid by cheque Rs. 110 for stationary.
- 28, Sapana paid Rs.95 and settled her account.

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[P.T.O]

4 Explain Straight Line Method and Sum of year's Digit Method of Depreciation with example. 10

OR

4 From the following trial balance of Shri Ramesh Patel prepare Final Account. 10

Particulars	Debit	Credit
Capital	-	36000
Creditors	-	8720
Bills Payable	-	2527
Sales	-	78182
Bank Loan	-	12000
Debtors	3885	-
Salaries	4000	-
Discount	1000	-
Postage and Telegram	273	-
Bad Debts	287	-
Interest	1295	-
Insurance Premium	417	-
Machinery	10000	-
Opening Stock	9945	-
Purchases	62092	-
Wages	4300	-
Land And Building	23780	-
Fixtures	16155	-
Total:	137429	137429

Adjustments:

1. Charge depreciation on Machinery 5% and on Building 10%.
2. Allow 5% interest on Capital.
3. Value on Closing Stock was 15000.

5 (A) Write a short note on uses of Ratio Analysis. 05
(B) Explain Dividend Decision, Liquidity Decision. 05

OR

5 (A) Discuss Financial Manager's role in business. 05
(B) Write a short note on limitations of Ratio Analysis. 05

OR

6 (A) Explain Liquidity Ratio and Leverage Ratio in detail. 07
(B) Explain Liquidity Ratio and Leverage Ratio in detail. 03

OR

6 (A) Explain Activity Ratio and Profitability Ratio in detail. 07
(B) Explain Total Variable Cost, Unit Variable Cost with Graph. 03

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