

Goa Vidyaprasarak Mandal's
Gopal Govind Poy Raiturcar College of Commerce and Economics,
Ponda Goa

M.Com (Semester I) Examination, April 2015
C0105 - MANAGERIAL ACCOUNTING (OB 10A)

Duration : 2 hours

Total Marks: 50

Instructions: Answer all Questions

Q1] Briefly answer the following: (5 x 2 = 10)

- a) Current ratio and Liquid ratio
- b) Types of mergers
- c) Cost-based HRA
- d) AS-3
- e) EVA

Q.2.A] What is financial statement analysis? Explain the different types of financial analysis. (10)

OR

Q.2.B] What is corporate restructuring? Explain various forms of corporate restructuring. (10)

Q.3.A] From the following particulars, prepare funds flow statement:

	January 1 (₹)	December 31 (₹)
Cash	2,000	1,800
Debtors	17,500	19,200
Stock	12,500	11,000
Land	10,000	15,000
Building	25,000	27,500
Machinery	40,000	43,000
	1,07,000	1,17,500
Creditors	18,000	20,500
Bank loan (long-term)	15,000	22,500
Capital	74,000	74,500
	1,07,000	1,17,500

During the year drawings by the proprietor for personal use amounted to ₹ 13,000. Provision for depreciation on machinery stood at ₹13,500 on Jan 1 and at ₹18,000 on Dec.31 (10)

OR

Q.3.B] Following are the two Balance sheets of A Ltd and B Ltd as on 31 march 2014. (₹ in Lakhs) (10)

Assets	A Ltd (₹)	B Ltd (₹)
Cash	27	72
Sundry debtors	220	226
Stock	100	174
Prepaid expenses	11	21
Other current assets	10	21
Fixed assets (net)	635	513
Total assets	1003	1027
Liabilities and capital		
Sundry creditors	42	154
Other current liabilities	78	62
Fixed liabilities	225	318
Capital	658	493
Total liabilities	1003	1027

From the above data, prepare a common size statement and make comments.

Q.4.A] What is leasing? Explain different types of lease agreements. (10)

OR

Q.4.B] What is Buy-Back of Shares ? Explain its Merits and demerits. (10)

Q.5.A] From the following information given below, ascertain the cost of sales and closing inventory under CPP method, if (i)LIFO and (ii) FIFO is followed. (10)

	₹
Inventory on 1.1.2013	20,000
Purchase during 2013	1,00,000
Inventory on 31.12.2013	30,000
General price index	
On 1.1.2013	160
Average for the year	180
On 31.12.2013	200

OR

Q.5.B] From the following Trading and Profit and Loss Account of Ramesh & Co. for the year 31st Dec. 2014 : (10)

	₹		₹
To Opening Stock	60,000	By Sales	4,00,000
To Purchase	2,75,000	By Closing Stock	75,000
To Wages	25,000		
To Gross Profit c/d	1,15,000		
	4,75,000		4,75,000
To Administrative Expenses	45,000	By Gross Profit bid	1,15,000
To Selling and Distribution Expenses	10,000	By Interest on Investment	10,000
To Office Expenses	5,000		
To Non Operating Expenses	15,000		
To Net Profit	50,000		
	1,25,000		1,25,000

You are required to calculate : (1) Gross Profit Ratio. (2) Operating Ratio. (3) Operating Profit Ratio. (4) Net Profit Ratio.