

INSTITUTE OF AERONAUTICAL ENGINEERING

(Autonomous)

Dundigal, Hyderabad - 500 043

MASTER OF BUSINESS ADMINISTRATION

TUTORIAL QUESTION BANK

Course Name	:	ACCOUNTING FOR MANAGEMENT
Course Code	:	CMBB02
Class	:	I Semester
Branch	:	MBA
Academic Year	:	2019-2020
Course Coordinator	:	Dr.T. Vara lakshmi, Associate professor MBA
Course Faculty	:	Dr.T. Vara lakshmi, Associate professor MBA

COURSE OBJECTIVES:

The course should enable the students to:

Ι	Develop an insight of principles of accounting and utilization of financial information for decision
	making and forward planning for future.
II	Understand financial statements for knowing earning capacity and financial position of the business
	concern with confidence.
III	Demonstrate the financial growth of different companies and make analysis of financial accounts.
IV	Describe the significance of financial statements as means of business communication.
V	Design and Use the analytical techniques and arriving at conclusions from financial information for the
	purpose of decision making.

COURSE OUTCOMES (COs):

S.No.	Description
	Understand and elucidate the objectives, importance of financial accounting and different types of accounting concepts and conventions.
	Discuss different types and principles of personal, impersonal accounts, importance and preparation of journal and ledger.
CMBB02.03	Describe the significance and preparation of trial balance and final accounts.
CMBB02.04	Recognize the causes of depreciation and methods of charging depreciation on fixed assets.
CMBB02.05	Explain the objectives, significance and different methods of inventory valuation and goodwill valuation.
CMBB02.06	Illustrate the features, merits, demerits and classification of shares and debentures.
	Analyze and explain the issue of shares at par, discount, premium, forfeiture of shares and issue of debentures.
CMBB02.08	Evaluate the factors which are influencing on working capital management.
CMBB02.09	Identify the significance, limitations and preparation of statement of sources and application of funds and cash flow statement (AS3).
CMBB02.10	Demonstrate the importance and limitations of financial statements as means of business communication to find the financial soundness of the firm.
CMBB02.11	Enumerate and elucidate the importance and role of different types of financial statements for the purpose of strategic decisions.

decision making.	
decision making.	

TUTORIAL QUESTION BANK

UNIT-1 INTRODUCTION OF INANCIAL ACCOUNTING PART-A (SHORT ANSWER QUESTIONS) 1. Describe the meaning of financial accounting. List out the significance and limitations of financial accounting. List out the disadvantages of double entry system. List out the advantages and disadvantages of double entry system. List out the advantages and disadvantages of double entry system. List out the advantages and disadvantages of double entry system. Understand CMBB02.01 2. Define double entry system and double entry system. disadvantages of double entry system and double entry system. and accounting period concept. Understand CMBB02.01 3. Distinguish between single entry system and double entry system. and accounting period concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention of materiality. Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning of business entity concept, matching concept. Remember CMB02.02.02 10. Discuss the meaning, types and principles of personal account with suitable examples. Analyze CCMB002.02 11. Examine the meaning and principles of real account with suitable examples. Understand CMB802.02	S. No	QUESTION BANK	Blooms Taxonomy Level	Course Outcome (COs)
PART-A (SHORT ANSWER QUESTIONS) 1. Describe the meaning of financial accounting. List out the significance and limitations of financial accounting. Remember CMBB02.01 2. Define double entry system. List out the advantages and disadvantages of double entry system. Remember CMBB02.01 3. Distinguish between single entry system and double entry system. Understand CMBB02.01 4. Examine the meaning of money measurement concept, cost concept and accounting period concept. Remember CMBB02.01 5. Discuss about the dual aspect concept, realization concept and going concern concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning, types and principles of impersonal accounts Analyze with suitable examples. CMBB02.02 CMBB02.02 10. Discuss the meaning, and principles of rest account with suitable understand cot suitable examples. CCMB002.02 CMBB02.02 11. Examine the meaning of cash transactions, credit transactions and non-cash understand cot BB02.02		UNIT-I		· , /
1. Describe the meaning of financial accounting. List out the significance and limitations of financial accounting. Remember CMBB02.01 2. Define double entry system. List out the advantages and disadvantages of double entry system. Remember CMBB02.01 3. Distinguish between single entry system and double entry system. Understand CMBB02.01 4. Examine the meaning of money measurement concept, cost concept and accounting period concept. Remember CMBB02.01 5. Discuss about the dual aspect concept, realization concept and going concern concept. Understand CMBB02.01 6. Explain the meaning of convention of conservatism and convention of consistency. Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types do f Accounting concepts. Analyze CMBB02.01 9. Examine the meaning, types and principles of impersonal accounts with suitable examples. Analyze CCMB002.02 10. Discuss the meaning and principles of real account with suitable examples. Remember CCMB002.02 11. Examine the meaning and principles of nominal account with suitable examples. Understand CMBB02.02 12. Discuss the meaning of cash trans		INTRODUCTION TO FINANCIAL ACCOUNT	ING	
significance and limitations of financial accounting. CMBB02.01 2. Define double entry system. List out the advantages and diadvantages of double entry system. Remember CMBB02.01 3. Distinguish between single entry system and double entry system. Understand CMBB02.01 4. Examine the meaning of money measurement concept, cost concept and accounting period concept. Remember CMBB02.01 5. Discuss about the dual aspect concept, realization concept and going concern concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention of consistency. Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 8. Explain the meaning of business entity concept, matching concept, and cost concept. Remember CMBB02.02 10. Discuss the meaning and principles of personal account with suitable examples. Analyze CCMB002.02 12. Discuss the meaning of cash transactions, credit transactions and non-cash transactions. Understand CMBB02.02 13. Examine the meaning of scash transactions and non-cash transactions. Understand CMBB02.02				1
disadvantages of double entry system and double entry system. Understand CMBB02.01 4. Examine the meaning of money measurement concept, cost concept and accounting period concept. Remember CMBB02.01' 5. Discuss about the dual aspect concept, realization concept and going concern concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention of materiality. Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning of business entity concept, matching concept. Analyze CMBB02.01 10. Discuss the meaning, types and principles of impersonal account with suitable examples. Analyze CCMB002.02 11. Examine the meaning and principles of real account with suitable examples. Understand CMBB02.02 12. Discuss the meaning and principles of nominal account with suitable examples. Understand CMBB02.02 13. Explain the meaning of cash transactions, credit transactions and non-cash transactions. Analyze CMBB02.02 14. Explain the meaning of fixed assets with suitable examples. Understand CMBB02.02 15. Discus a thran		significance and limitations of financial accounting.		
4. Examine the meaning of money measurement concept, cost concept and accounting period concept. Remember CMBB02.01 CMBB02.01 5. Discuss about the dual aspect concept, realization concept and going concern concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention of materiality. Understand CMBB02.01 7. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning of business entity concept, matching concept, and cost concept. Remember CMBB02.02 10. Discuss the meaning, types and principles of impersonal accounts with suitable examples. Remember CCMB002.02 11. Examine the meaning and principles of real account with suitable examples. Remember CCMB002.02 12. Discuss the meaning and principles of nominal account with suitable examples. Understand CMBB02.02 13. Explain the meaning of cash transactions, credit transactions and non-cash transactions, credit transactions and non-cash transactions with suitable examples. Understand CMBB02.02 15. Discuss the meaning of fixed assets with suitable examples. CMBB02.02 CMBB02.02 16. <td>2.</td> <td></td> <td>Remember</td> <td>CMBB02.01</td>	2.		Remember	CMBB02.01
and accounting period concept. Analyze CMBB02.01 5. Discuss about the dual aspect concept, realization concept and going concern concern concept. Understand CMBB02.01 6. Explain the meaning of convention of full disclosure and convention of consistency. Understand CMBB02.01 7. Explain the meaning of convention of conservatism and convention of consistency. Understand CMBB02.01 8. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning, types and principles of impersonal accounts with suitable examples. Analyze CCMB002.02 10. Discuss the meaning and principles of real account with suitable examples. Understand CCMB002.02 11. Examine the meaning and principles of nominal account with suitable examples. Understand CMBB02.02 12. Discuss the meaning of cash transactions, credit transactions and understand CMBB02.02 CMBB02.02 13. Examine the meaning of cash transactions and non-cash transactions. CMBB02.02 CMBB02.02 14. Explain the meaning of fixed assets with suitable examples. CMBB02.02 CMBB02.02 15. Discuss cash transactions, credit transactions and non-ca		Distinguish between single entry system and double entry system.	Understand	CMBB02.01
concern concept.CMBB02.016.Explain the meaning of convention of full disclosure and convention of materiality.UnderstandCMBB02.017.Explain the meaning of convention of conservatism and convention of consistency.UnderstandCMBB02.018.Explain the meaning of accounting concept. List out different types of Accounting concepts.AnalyzeCMBB02.019.Examine the meaning, types and principles of impersonal accounts with suitable examples.AnalyzeCCMB002.0210.Discuss the meaning, types and principles of personal account with suitable examples.RememberCCMB002.0211.Examine the meaning, types and principles of personal account with suitable examples.RememberCCMB002.0212.Discuss the meaning and principles of real account with suitable examples.UnderstandCMBB02.0213.Examine the meaning of cash transactions, credit transactions and non-cash transactions, credit transactions and non-cash transactions.UnderstandCMBB02.0214.Explain the meaning of single entry system.RememberCMBB02.0215.Discuss cash transactions, credit transactions and non-cash transactions.UnderstandCMBB02.0216.Distinguish between personal accounts with suitable examples.UnderstandCMBB02.0219.State the meaning of fixed assets with suitable examples.UnderstandCMBB02.0219.State the meaning of ournet assets with suitable examples.UnderstandCMBB02.0219.State the meaning of imagible assets with suitable exam	4.	and accounting period concept.	Remember	CMBB02.01`
of materiality. CMBB02.01 7. Explain the meaning of convention of conservatism and convention of consistency. Understand CMBB02.01 8. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning of business entity concept, matching concept, and cost concept. Remember CMBB02.02 10. Discuss the meaning, types and principles of impersonal account with suitable examples. Analyze CCMB002.02 11. Examine the meaning and principles of personal account with suitable examples. Remember CCMB002.02 12. Discuss the meaning and principles of real account with suitable wamples. Understand CMBB02.02 13. Examine the meaning of cash transactions, credit transactions and non-cash transactions. Understand CMBB02.02 14. Explain the meaning of single entry system. Remember CMBB02.02 15. Discuss cash transactions, credit transactions and non-cash transactions with suitable examples. Understand CMBB02.02 16. Distinguish between personal accounts and impersonal accounts. Analyze CMBB02.02 17. State the meaning of fixed a	5.	concern concept.	Understand	CMBB02.01
of consistency.CMBB02.018.Explain the meaning of accounting concept. List out different types of Accounting concepts.AnalyzeCMBB02.019.Examine the meaning of business entity concept, matching concept, and cost concept.RememberCMBB02.0110.Discuss the meaning, types and principles of impersonal accounts with suitable examples.AnalyzeCCMB002.0211.Examine the meaning, types and principles of personal account with suitable examples.RememberCCMB002.0212.Discuss the meaning and principles of real account with suitable examples.UnderstandCCMB002.0213.Examine the meaning and principles of nominal account with suitable examples.UnderstandCMBB02.0214.Explain the meaning of cash transactions, credit transactions and non-cash transactions.UnderstandCMBB02.0215.Discuss cash transactions, credit transactions and non-cash transactions with suitable examples.AnalyzeCMBB02.0216.Distinguish between personal accounts and impersonal accounts.AnalyzeCMBB02.0218.Demonstrate the meaning of fixed assets with suitable examples.UnderstandCMBB02.0219.State the meaning of intangible assets with suitable examples.UnderstandCMBB02.0210.Explain the meaning, importance and limitations of financial accounting.CMBB02.02CMBB02.0217.State the meaning of intangible assets with suitable examples.UnderstandCMBB02.0219.State the meaning of intangible assets with suitable examples.Un	6.		Understand	CMBB02.01
8. Explain the meaning of accounting concept. List out different types of Accounting concepts. Analyze CMBB02.01 9. Examine the meaning of business entity concept, matching concept, and cost concept. Remember CMBB02.01 10. Discuss the meaning, types and principles of impersonal accounts with suitable examples. Analyze CCMB002.02 11. Examine the meaning, types and principles of personal account with suitable examples. Remember CCMB002.02 12. Discuss the meaning and principles of real account with suitable examples. Understand CMBB02.02 13. Examine the meaning of cash transactions, credit transactions and non-cash transactions. Understand CMBB02.02 14. Explain the meaning of single entry system. Analyze CMBB02.02 15. Discuss cash transactions, credit transactions and non-cash transactions with suitable examples. Understand CMBB02.02 17. State the meaning of single entry system. Remember CMBB02.02 18. Demonstrate the meaning of intagible assets with suitable examples. Understand CMBB02.02 19. State the meaning of intangible assets with suitable examples. Understand CMBB02.02 20. Explain the meaning of intangible asse	7.	of consistency.	Understand	CMBB02.01
and cost concept. and cost concept. 10. Discuss the meaning, types and principles of impersonal accounts with suitable examples. Analyze CCMB002.02 11. Examine the meaning, types and principles of personal account with suitable examples. Remember CCMB002.02 12. Discuss the meaning and principles of real account with suitable examples. Understand CCMB002.02 13. Examine the meaning of cash transactions, credit transactions and understand non-cash transactions. Understand CMBB02.02 14. Explain the meaning of cash transactions, credit transactions and non-cash transactions. Understand CMBB02.02 15. Discuss cash transactions, credit transactions and non-cash transactions with suitable examples. Analyze CMBB02.02 16. Distinguish between personal accounts and impersonal accounts. Analyze CMBB02.02 17. State the meaning of fixed assets with suitable examples. Understand CMBB02.02 18. Demonstrate the meaning of fixed assets with suitable examples. Remember CMBB02.02 19. State the meaning of intangible assets with suitable examples. Referentiad CMBB02.02 20. Explain the meaning of intangible assets with suitable examples. Referent add <td>8.</td> <td></td> <td>Analyze</td> <td>CMBB02.01</td>	8.		Analyze	CMBB02.01
with suitable examples.CCMB002.0211.Examine the meaning, types and principles of personal account with suitable examples.RememberCCMB002.0212.Discuss the meaning and principles of real account with suitable examples.UnderstandCCMB002.0213.Examine the meaning and principles of nominal account with suitable examples.UnderstandCMBB02.0214.Explain the meaning of cash transactions, credit transactions and non-cash transactions.UnderstandCMBB02.0215.Discuss cash transactions, credit transactions and non-cash transactions with suitable examples.UnderstandCMBB02.0216.Distinguish between personal accounts and impersonal accounts. transactions with suitable examples.AnalyzeCMBB02.0217.State the meaning of fixed assets with suitable examples.UnderstandCMBB02.0218.Demonstrate the meaning of fixed assets with suitable examples.UnderstandCMBB02.0220.Explain the meaning of current assets with suitable examples.UnderstandCMBB02.0221.Explain the meaning of intangible assets with suitable examples.UnderstandCMBB02.0222.Define financial accounting and book-keeping.How financial accounting is differentiated from book-keeping?UnderstandCMBB02.013.Discuss the objectives, significance of financial accounting and different stages in the accounting cycle.UnderstandCMBB02.01	9.		Remember	CMBB02.01
suitable examples.Image: Solution of the stand	10.		Analyze	CCMB002.02
12. examples. CMBB02.02 13. Examine the meaning and principles of nominal account with suitable examples. Understand CMBB02.02 14. Explain the meaning of cash transactions, credit transactions and non-cash transactions. Understand CMBB02.02 15. Discuss cash transactions, credit transactions and non-cash transactions with suitable examples. Understand CMBB02.02 16. Distinguish between personal accounts and impersonal accounts. Analyze CMBB02.02 CMBB02.02 17. State the meaning of single entry system. Remember CMBB02.02 18. Demonstrate the meaning of fixed assets with suitable examples. Understand CMBB02.02 19. State the meaning of current assets with suitable examples. Understand CMBB02.02 20. Explain the meaning of intangible assets with suitable examples. Understand CMBB02.02 Define financial accounting and book-keeping. 19. Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 1. accounting. CMBB02.01 CMBB02.01 CMBB02.01 2. Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping	11.		Remember	CCMB002.02
suitable examples.Image: Constraint of the second seco	12.		Understand	CCMB002.02
non-cash transactions.Image: CMBB02.0215.Discuss cash transactions, credit transactions and non-cash transactions with suitable examples.UnderstandCMBB02.0216.Distinguish between personal accounts and impersonal accounts.AnalyzeCMBB02.0217.State the meaning of single entry system.RememberCMBB02.0218.Demonstrate the meaning of fixed assets with suitable examples.UnderstandCMBB02.0219.State the meaning of current assets with suitable examples.RememberCMBB02.0220.Explain the meaning of intangible assets with suitable examples.UnderstandCMBB02.0221.Explain the meaning, importance and limitations of financial accounting.UnderstandCMBB02.012.Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping?UnderstandCMBB02.013.Discuss the objectives, significance of financial accounting and different stages in the accounting cycle.UnderstandCMBB02.01	13.		Understand	CMBB02.02
transactions with suitable examples.AnalyzeCMBB02.0216.Distinguish between personal accounts and impersonal accounts.AnalyzeCMBB02.0217.State the meaning of single entry system.RememberCMBB02.0218.Demonstrate the meaning of fixed assets with suitable examples.UnderstandCMBB02.0219.State the meaning of current assets with suitable examples.RememberCMBB02.0220.Explain the meaning of intangible assets with suitable examples.UnderstandCMBB02.02PART-B (LONG ANSWER QUESTIONS)UnderstandCMBB02.011.Explain the meaning, importance and limitations of financial accounting.UnderstandCMBB02.012.Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping?UnderstandCMBB02.013.Discuss the objectives, significance of financial accounting and bick-keeping and bick-keeping?UnderstandCMBB02.01	14.		Understand	CMBB02.02
10. Distinguish between personal accounts and impersonal accounts. Provide the second se	15.		Understand	CMBB02.02
17.State the meaning of single entry system.RememberCMBB02.0218.Demonstrate the meaning of fixed assets with suitable examples.UnderstandCMBB02.0219.State the meaning of current assets with suitable examples.RememberCMBB02.0220.Explain the meaning of intangible assets with suitable examples.UnderstandCMBB02.0220.Explain the meaning of intangible assets with suitable examples.UnderstandCMBB02.0220.Explain the meaning, importance and limitations of financial accounting.UnderstandCMBB02.011.Explain the meaning, importance and limitations of financial accounting is differentiated from book-keeping. How financial accounting is differentiated from book-keeping?UnderstandCMBB02.013.Discuss the objectives, significance of financial accounting and book-keeping and 	16.	Distinguish between personal accounts and impersonal accounts.	Analyze	CMBB02.02
18. Demonstrate the meaning of fixed assets with suitable examples. Understand CMBB02.02 19. State the meaning of current assets with suitable examples. Remember CMBB02.02 20. Explain the meaning of intangible assets with suitable examples. Understand CMBB02.02 PART-B (LONG ANSWER QUESTIONS) PART-B (LONG ANSWER QUESTIONS) Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 1. Explain the meaning and book-keeping. How financial accounting is differentiated from book-keeping? Understand CMBB02.01 3. Discuss the objectives, significance of financial accounting and biges in the accounting cycle. Understand CMBB02.01			Remember	CMBB02.02
19. State the meaning of current assets with suitable examples. Remember CMBB02.02 20. Explain the meaning of intangible assets with suitable examples. Understand CMBB02.02 PART-B (LONG ANSWER QUESTIONS) PART-B (LONG ANSWER QUESTIONS) 1. Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 2. Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping? Understand CMBB02.01 3. Discuss the objectives, significance of financial different stages in the accounting cycle. Understand CMBB02.01			Understand	
20. Explain the meaning of intangible assets with suitable examples. Understand CMBB02.02 PART-B (LONG ANSWER QUESTIONS) 1. Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 2. Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping? Understand CMBB02.01 3. Discuss the objectives, significance of financial different stages in the accounting cycle. Understand CMBB02.01		<u> </u>		
PART-B (LONG ANSWER QUESTIONS) Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 1. Explain the meaning, importance and limitations of financial accounting. Understand CMBB02.01 2. Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping? Understand CMBB02.01 3. Discuss the objectives, significance of financial different stages in the accounting cycle. Understand CMBB02.01				
Explain the meaning, importance and limitations of financial accounting.UnderstandCMBB02.012.Define financial accounting and book-keeping. How financial accounting is differentiated from book-keeping?UnderstandCMBB02.013.Discuss the objectives, significance of financial accounting and different stages in the accounting cycle.UnderstandCMBB02.01				
accounting is differentiated from book-keeping? Image: CMBB02.01 3. Discuss the objectives, significance of financial accounting and different stages in the accounting cycle. Understand CMBB02.01	1.	Explain the meaning, importance and limitations of financial	Understand	CMBB02.01
3. Discuss the objectives, significance of financial accounting and Understand CMBB02.01 different stages in the accounting cycle.	2.	• • •	Understand	CMBB02.01
	3.	Discuss the objectives, significance of financial accounting and	Understand	CMBB02.01
	4.		Remember	CMBB02.01

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
5.	Write the meaning, merits, demerits of double entry system and differences between double entry system and single entry systems.	Analyze	CMBB02.01
6.	Briefly explain the dual aspect concept, realization concept, going concern concept, money measurement concept with suitable examples.	Understand	CMBB02.01
7.	Discuss different types of convention of full disclosure, convention of materiality, convention of conservatism and convention of consistency with suitable examples.	Understand	CMBB02.01
8.	What do you know about accounting concept? Describe the money measurement concept, dual aspect concept, cost concept, realization concept.	Analyze	CMBB02.01
9.	Classify different types of accounts and principles of personal and impersonal accounts with suitable examples.	Understand	CMBB02.02
10.	Demonstrate the principles of debit and credit of various accounts with suitable examples.	Understand	CMBB02.02
	PART-C (PROBLEM SOLVING AND CRITICAL THINKIN		
1.	Explain the meaning, merits and demerits of double entry system and briefly explain the differences between single and double entry systems.	Understand	CMBB02.01
2.	Briefly explain the dual aspect concept, realization concept, going concern concept, money measurement concept, accounting period concept and cost concept	Analyze	CMBB02.01
3.	Discuss the convention of full disclosure, convention of materiality, Convention of conservatism and convention of consistency.	Understand	CMBB02.01
4.	Define Account. Elaborate the meaning of personal account, real account and nominal account with suitable examples.	Remember	CMBB02.02
5.	Examine the principles of personal account, real account and nominal account with suitable examples	Understand	CMBB02.02
6.	Examine the Class of Account to the following aspects: i)Capital ii) Sales A/c iii) Sales Returns A/c iv) Purchase Returns A/c v) Wages A/c vi) Commission Received A/c vii) Bad Debts A/c viii) Drawings ix) Buildings x) Goodwill xi) Salaries xii) Rent xiii) Machinery A/c xiv) Patents A/c xv) Rent received A/c	Understand	CMBB02.02
7.	State Debit or Credit to the following aspects: i)Purchases A/c ii) Sales A/c iii) Sales Returns A/c iv) Purchase Returns A/c v) Wages A/c vi) Commission Received A/c vii) Bad Debts A/c viii) Capital A/c ix) Drawings A/c	Remember	CMBB02.02
8.	Write cash or credit or non-cash to the following transactions: 2000 Jan 1 st Business started with cash Rs.50,000 Jan 2 nd Cash paid into bank Rs.1,000 Jan 3 rd Goods sold to Mahender Rs.2,000 Jan 4 th Goods purchased from Vinay Rs.2,500 Jan 5 th Goods returned to Vinay Rs.1,000 Jan 10 th Goods returned by Mahender Rs.500 Jan 15 th Machinery purchased for Rs.10,000 Jan 21 st Furniture sold for Rs. 5,000 Jan 30 th Rent Paid for Rs.3,000 Jan 31 st Commission received for Rs.2,000	Apply	CMBB02.02
9.	Examine the Class of Account to the following aspects: i)Drawings A/c ii) Purchases A/c iii) Alpha hotel A/c iv) Rajesh	Apply	CMBB02.02

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	A/c v) Salaries A/c vi) Rent received A/c vii) Bad Debts collected A/c viii) State bank of India A/c ix) Furniture A/c x) Copy rights A/c xi) Insurance A/c xii) Interest received A/c xiii) Trademarks A/c xiv) Carriage inwards A/c xv) Dividend received A/c		
10.	Write Debit or Credit to the following aspects: i)Drawings A/c ii) Purchases A/c iii) Alpha hotel A/c iv) Rajesh A/c v) Salaries A/c vi) Rent received A/c vii) Bad Debts collected A/c viii) State bank of India A/c ix) Furniture A/c x) Copy rights A/c xi) Insurance A/c xii) Interest received A/c xiii) Trademarks A/c xiv) Carriage inwards A/c xv) Dividend received A/c	Apply	CMBB02.02
	UNIT-II		
	PROCESS OF ACCOUNTING		
	PART-A(SHORT ANSWER QUESTIONS)		
1.	Explain the meaning of the journal. List out the uses of different types of subsidiary journals.	Understand	CMBB02.02
2.	Discuss about the ledger. List out the advantages of ledger and different types of subsidiary journals.	Analyze	CMBB02.02
3.	Describe about Trial Balance. List out the objectives, advantages and methods of trial balance.	Remember	CMBB02.03
4.	What is the meaning of trading account? State the proforma of trading account.	Understand	CMBB02.03
5.	What do you know about profit and loss account? State the proforma of profit and loss account.	Understand	CMBB02.03
6.	What do you understand by balance sheet? State the proforma of balance sheet.	Understand	CMBB02.03
7.	List out the advantages of trading account.	Understand	CMBB02.03
8.	List out the significance of profit and loss account.	Remember	CMBB02.03
9.	List out the significance of Balance sheet.	Remember	CMBB02.03
.10.	Explain the meaning of depreciation. List out the need for charging depreciation on fixed assets.	Understand	CMBB02.04
11.	Examine the meaning of fixed installment method. List out the factors which are affected on depreciation.	Analyze	CMBB02.04
12.	Write a short note on diminishing balance method.	Understand	CMBB02.04
13.	List out the causes of depreciation, merits and demerits of fixed installment method.	Understand	CMBB02.04
14.	List out the different methods of depreciation and merits and demerits of diminishing balance method.	Analyze	CMBB02.04
15.	Write a short note on fixed installment method	Understand	CMBB02.04
16.	Write a short note on diminishing balance method	Remember	CMBB02.04
17.	Explain the meaning of annual depreciation and factors which are influencing on annual depreciation.	Analyze	CMBB02.04
18.	Describe the formulae for charging annual depreciation on fixed asset.	Remember	CMBB02.04
19.	Write the meaning of revenue expenditure and capital expenditure with suitable examples.	Analyze	CMBB02.04
20.	Write any four differences between revenue expenditure and capital expenditure.	Analyze	CMBB02.04

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	PART-B (LONG ANSWER QUESTIONS)		
1	Examine the meaning, definition, advantages and disadvantages of journal. Write different types of subsidiary journals.	Understand	CMBB02.02
2	Discuss the meaning, advantages of ledger and uses of purchases, sales, purchase returns and sales returns journals.	Understand	CMBB02.02
3	Examine the meaning, objectives, methods of preparing trial balance and significance of trial balance.	Understand	CMBB02.03
4.	Define trading account. Describe the advantages of trading account.	Remember	CMBB02.03
5.	Define profit and loss account. Explain the significance of profit and loss account.	Understand	CMBB02.03
6.	Define Balance sheet. Discuss the significance of Balance sheet.	Understand	CMBB02.03
7.	Discuss the meaning, accounting procedure of charging depreciation under straight line method, merits and demerits of fixed installment method.	Remember	CMBB02.03
8.	Describe the meaning accounting procedure of charging depreciation, merits and demerits of diminishing balance method.	Remember	CMBB02.03
9.	Define depreciation. Examine the causes of deprecation and factors influencing on depreciation.	Analyze	CMBB02.03
10.	Write the meaning of capital and revenue expenditure. Distinguish between capital and revenue expenditure.	Analyze	CMBB02.03
	PART-C (PROBLEM SOLVING AND CRITICAL THINKIN	IG QUESTION	(S)
1.	Write journal entries from the following transactions: 2000	Apply	CMBB02.02
(U)	Jan 1 st Business started with cash Rs.50,000 Jan 2 nd Cash paid into bank Rs.1,000 Jan 3 rd Goods sold to Mahender Rs.2,000 Jan 4 th Goods purchased from Vinay Rs.2,500		
	Jan 5 th Goods returned to Vinay Rs.1,000 Jan 10 th Goods returned by Mahender Rs.500 Jan 15 th Machinery purchased on cash Rs.10,000 Jan 21 st Furniture sold for cash Rs. 5,000 Jan 30 th Rent Paid for Rs.3,000 Jan 31 st Commission received for Rs.2,000	A. C.	
2.	Write Journal Entries in the books of Mr. Kiran from the following transactions: 2013, May 1 st Business started with capital Rs.60,000 May 2 nd Insurance paid by cheque Rs.3,000 May 9 th Telephone Rent Paid in cash Rs.2,000 May 10 th Stationery Purchased for Rs.1,000 May 11 th Telegrams sent to New Delhi Rs.2,500 May 12 th Advertisement charges paid in cash Rs.5,000 May 13 th Machinery Purchased for Rs.90,000 May 14 th Furniture purchased for personal use Rs.30,000 May 13 th Depreciation charged on Machinery Rs.9,000 May 14 th Depreciation charged on Furniture Rs.3,000 May 16 th Rent received for Rs.6,000	Understand	CMBB02.02
3.	Write Journal Entries in the books of Mr. Siva Kumar from the following transactions. 2010, Jan.1 st Business started with cash Rs.30,000	Apply	CMBB02.02

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	Jan 2 nd Cash deposited in the Bank Rs.5,000		
	Jan 3rd Cash withdrawn from the Bank Rs.3,000 for Office use		
	Jan 4 th Cash Withdrawn from the bank for personal use Rs.1,000		
	Jan 5 th Goods purchased from Raja on credit For Rs.5,000		
	Jan 6th Goods returned to Raja Rs.1,000		
	Jan 7th Cash paid to Raja Rs.3,600		
	Jan 8 th Cash received from Kiran Rs.1,000		
	Jan 10 th Insurance paid for Rs.1,500		
	Jan 15 th Rent received for Rs.2,000		
4.	Prepare purchases book, purchases returns book in the books of Mr. Sukumar from the following transactions 2008	Apply	CMBB02.02
	,Jan.1 st Goods purchased from Raju on credit Rs.10,000 Jan 2 nd Goods purchased from Ramu Rs.20,000 Jan 3 rd Goods returned to Raju Rs.1,000		
	Jan 4 th Goods returned to Ramu Rs.2,000		
	Jan 5 th Goods sold to Suresh on credit Rs.30,000		
	Jan 6 th Goods sold to Mahesh Rs.40,000		
	Jan 7 th Goods returned from Mahesh Rs.4,000 Jan 8 th Goods returned by Suresh Rs.3,000		
	Prepare sales book, sales returns book in the books of Mr. Praveen	Apply	CMBB02.02
5.	kumar from the following transactions 2008	rippiy	CIMBB02.02
	Jan.1 st Goods sold to Ranga Raju on credit Rs.10,000 less 10% Trade		
	Discount.		
-	Jan 2 nd Goods sold to Venkat Rs.20,000 Jan 3 rd Goods returned from Ranga Raju Rs.1,000		$\langle \rangle$
	Jan 4 th Goods returned from Venkat Rs.2,000		
	Jan 5 th Goods sold to Suresh on credit Rs.30,000		
	Jan 6 th Goods sold to Mahesh Rs.40,000		
	Jan 7th Goods returned from Mahesh Rs.4,000		
	Jan 8th Goods returned by Suresh Rs.3,000		
6	You are required to Show Trial balance as on 31.12.2009 under	Apply	CMBB02.03
6.	balances method from the following information:		
	Capital Rs.6,000; Cash in hand Rs. 500; Bills Receivable Rs.4,550 ;		
	Land & Building Rs.6,000; Purchases Rs. 7,000; Sales Rs.8,000; Datters Rs.2,200; Craditors Rs.600; Pills Payable Rs. 2,750; Pape		
	Debtors Rs.3,300; Creditors Rs.600; Bills Payable Rs. 2,750; Bank Overdraft Rs.4,000.		
_	You are required to Show Trial balance as on 31.3.2002 under	Apply	CMBB02.03
7.	balances method from the following information	- - PP+J	21.12202.03
	Drawings Rs.4,000; Discount Allowed Rs. 1,500; Discount Received		
	Rs. 500; Office Expenses Rs. 2,000; Manufacturing Expenses Rs.		
	1,200; Bills Payable Rs.17,000; Bills Receivable Rs.10,000; Cash in		
	Hand Rs.4,800; Cash at Bank Rs.30,800; Office Rent Rs.3,600; Bhant Carital Ba 2,00,000; Mashingga Ba (0,000; Stack as an		
	Bharat Capital Rs.2,00,000; Machinery Rs. 60,000; Stock as on 1.4.2001 Rs. 32,000; Wages Rs.1,00,000; Carriage Inwards Rs.1,000;		
	Salaries Rs.10,000;Factory Rent Rs. 4,800 ; Repairs Rs. 800; Fuel		
	&Power Rs. 5,000; Furniture Rs. 11,000; Buildings Rs.80,000;		
	Sundry Debtors Rs.40,000; Sales Rs.4,07,200; Purchases		
	Rs.2,44,000; Creditors Rs.25,000; Returns Inwards Rs.7,200; Returns		
	Outwards Rs.4,000.		

S. No		QUES	STION			Blooms Taxonomy Level Apply	Course Outcome (COs) CMBB02.03
8.		te following Trial Balance at for the year ending 31-12				11 7	
	S1.	Heads of Accounts	L.F	Debit	Credit		
	No.			Balance	Balance		
				(Rs.)	(Rs.)		
	1.	Office Electricity		14,000			
	2.	Discount			22,000		
	3.	Insurance		16,000			
	4.	Wages		50,000			
	5.	Opening Stock		20,000			
	6.	Rent		24,000			
	7.	Sales		0.00.000	8,00,000		
	8.	Purchases		3,00,000	├		
	9.	Office Expenses		30,000			
	10.	Land & Building		5,40,000			
	11.	Salaries		90,000	10.000		
	12.	Returns		20,000	10,000		
	13.	Power, Gas and Water	_	30,000	<0.000		
	14.	Sundry Creditors			60,000		
	15.	Capital		15.000	3,02,000		
	16.	Furniture		15,000			
	17. 18.	Sundry Debtors		60,000			
	18.	Bills Payable TOTAL	-	12,09,000	15,000 12,09,000		\sim
9.	Adjustr Prom th and Pro	TOTAL nent: (1) Closing Stock one following Trial Balance of fit& Loss Account for the	and Ad year en	,000 (2) Prep justments, sho ding 31-12-20	12,09,000 aid Insurance w Trading 03 and	Apply	CMBB02.03
9.	Adjustr Pc 6 00 From th and Pro Balance	TOTAL nent: (1) Closing Stock of following Trial Balance fit& Loss Account for the Sheet as on that date in th	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay.	12,09,000 aid Insurance w Trading 03 and	Apply	CMBB02.03
9.	Adjustr Prof 00 From th and Pro Balance Sl.	TOTAL nent: (1) Closing Stock one following Trial Balance of fit& Loss Account for the	and Ad year en	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit	12,09,000 aid Insurance w Trading 03 and Credit	Apply	CMBB02.03
9.	Adjustr Pc 6 00 From th and Pro Balance	TOTAL nent: (1) Closing Stock of following Trial Balance fit& Loss Account for the Sheet as on that date in th	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance	12,09,000 aid Insurance w Trading 03 and Credit Balance	Apply	CMBB02.03
9.	Adjustr Proc 6 00 From th and Proc Balance Sl. No.	TOTAL nent: (1) Closing Stock for following Trial Balance of fit& Loss Account for the of the Sheet as on that date in the Heads of Accounts	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.)	12,09,000 aid Insurance w Trading 03 and Credit	Apply	CMBB02.03
9.	Adjustr Dr 6 00 From th and Pro Balance Sl. No.	TOTAL nent: (1) Closing Stock ne following Trial Balance offit& Loss Account for the e Sheet as on that date in th Heads of Accounts Drawings	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.)	Apply	CMBB02.03
9.	Adjustr Pc 6 00 From th and Pro Balance Sl. No. 1. 2.	TOTAL nent: (1) Closing Stock ne following Trial Balance offit& Loss Account for the e Sheet as on that date in th Heads of Accounts Drawings Discount	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000	12,09,000 aid Insurance w Trading 03 and Credit Balance	Apply	CMBB02.03
9.	Adjustr Pc 6 00 From th and Pro Balance Sl. No. 1. 2. 3.	TOTAL nent: (1) Closing Stock ne following Trial Balance offit& Loss Account for the e Sheet as on that date in th Heads of Accounts Drawings Discount Interest	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.)	Apply	CMBB02.03
9.	$\begin{array}{c} \cdot \\ Adjustr \\ P_{c} \in 00 \\ From th \\ and Pro \\ Balance \\ Sl. \\ No. \\ \hline \\ 1. \\ 2. \\ 3. \\ 4. \end{array}$	TOTAL nent: (1) Closing Stock ae following Trial Balance fit& Loss Account for the e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.)	Apply	CMBB02.03
9.	$\begin{array}{c} & \\ Adjustr \\ P_{c} \in 00 \\ From th \\ and Pro \\ Balance \\ Sl. \\ No. \\ \hline \\ 1. \\ 2. \\ 3. \\ 4. \\ 5. \end{array}$	TOTAL nent: (1) Closing Stock ae following Trial Balance afit& Loss Account for the yes ae Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000 20,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.)	Apply	CMBB02.03
9.	$\begin{array}{c} & \\ Adjustr \\ P_{c} \in 00 \\ From th \\ and Pro \\ Balance \\ Sl. \\ No. \\ \hline \\ 1. \\ 2. \\ 3. \\ 4. \\ 5. \\ 6. \end{array}$	TOTAL ment: (1) Closing Stock ine following Trial Balance is fit& Loss Account for the is e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000	Apply	CMBB02.03
9.	$\begin{array}{c} & \\ Adjustr\\ \hline P_{a} \in 00\\ From th\\ and Pro\\ Balance\\ Sl.\\ No.\\ \hline 1.\\ 2.\\ 3.\\ 4.\\ 5.\\ 6.\\ 7.\\ \end{array}$	TOTAL nent: (1) Closing Stock net following Trial Balance e following Trial Balance offit& Loss Account for the grader e Sheet as on that date in the date in the date of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Sales	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000 20,000 24,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.)	Apply	CMBB02.03
9.	$\begin{array}{c} & \\ Adjustr\\ P_{n} \in 00\\ From th\\ and Proc\\ Balance\\ Sl.\\ No.\\ \hline \\ 1.\\ 2.\\ 3.\\ 4.\\ 5.\\ 6.\\ 7.\\ \hline \\ 8.\\ \end{array}$	TOTAL nent: (1) Closing Stock the following Trial Balance : offit& Loss Account for the : e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000 20,000 24,000 3,00,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000	Apply	CMBB02.03
9.	$\begin{array}{c} & \\ Adjustr\\ \hline P_{a} \in 00\\ From th\\ and Pro\\ Balance\\ Sl.\\ No.\\ \hline 1.\\ 2.\\ 3.\\ 4.\\ 5.\\ 6.\\ 7.\\ \end{array}$	TOTAL nent: (1) Closing Stock ae following Trial Balance fit& Loss Account for the second for the	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000 20,000 24,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000	Apply	CMBB02.03
9.	Adjustr P. 6 00 From th and Pro Balance Sl. No. 1. 2. 3. 4. 5. 6. 7. 8. 9.	TOTAL nent: (1) Closing Stock the following Trial Balance : offit& Loss Account for the : e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases	and Ad year en e books	,000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 20,000 24,000 3,00,000 30,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000	Apply	CMBB02.03
9.	Adjustr Pr. 6 00 From th and Pro Balance Sl. No. 1. 2. 3. 4. 5. 6. 7. 8. 9. 10.	TOTAL nent: (1) Closing Stock ae following Trial Balance is fit& Loss Account for the is absolute best Sheet as on that date in the Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases Office Expenses Land & Building	and Ad year en e books	000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 50,000 20,000 24,000 3,00,000 30,000 5,40,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000	Apply	CMBB02.03
9.	Adjustr Prom th and Pro Balance Sl. No. 1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11.	TOTAL nent: (1) Closing Stock ae following Trial Balance : fit& Loss Account for the : a sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases Office Expenses Land & Building Salaries	and Ad year en e books	000 (2) Prep justments, sho ding 31-12-200 s of Mr. Vijay. Debit Balance (Rs.) 14,000 16,000 20,000 24,000 24,000 3,00,000 5,40,000 90,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000 8,00,000	Apply	CMBB02.03
9.	Adjustr Prom th and Pro Balance Sl. No. 1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12.	TOTAL nent: (1) Closing Stock ie following Trial Balance : fit& Loss Account for the : e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases Office Expenses Land & Building Salaries Returns	and Ad year en e books	000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 20,000 20,000 24,000 3,00,000 30,000 5,40,000 90,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000 8,00,000	Apply	CMBB02.03
9.	$\begin{tabular}{ c c c c c } \hline & & & & & & & & & & & & & & & & & & $	TOTAL nent: (1) Closing Stock he following Trial Balance : offit& Loss Account for the : e Sheet as on that date in th Heads of Accounts Drawings Discount Interest Wages Opening Stock Rent Sales Purchases Office Expenses Land & Building Salaries Returns Power, Gas and Water	and Ad year en e books	000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 20,000 20,000 24,000 3,00,000 30,000 5,40,000 90,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000 8,00,000 10,000	Apply	CMBB02.03
9.	$\begin{tabular}{ c c c c c } \hline & & & & & \\ \hline & & & & & & \\ \hline & & & &$	TOTAL nent: (1) Closing Stock he following Trial Balance offit& Loss Account for the second fit& Loss Account for the second fit& Loss Account for the second fit& Loss Accounts be following Trial Balance offit& Loss Account for the second fit& Loss Account for the second fit& Loss Accounts Drawings Drawings Discount Interest Wages Opening Stock Rent Sales Purchases Office Expenses Land & Building Salaries Returns Power, Gas and Water Sundry Creditors	and Ad year en e books	000 (2) Prep justments, sho ding 31-12-20 s of Mr. Vijay. Debit Balance (Rs.) 14,000 20,000 20,000 24,000 3,00,000 30,000 5,40,000 90,000	12,09,000 aid Insurance w Trading 03 and Credit Balance (Rs.) 13,000 8,00,000 8,00,000	Apply	CMBB02.03

S. No		QUEST	Blooms Taxonomy Level	Course Outcome (COs)		
	18.	Bills Payable		15,000		
		TOTAL	12,00,000	12,00,000		
	Adjustm	1. Closing Stock Rs.80,0002. Outstanding Salaries Rs.13. Depreciate Buildings by	10,000.			
8.	on 31-12 under D	ine was purchased for Rs.50 2-2014 for Rs.40,000. Depre- bininishing Balance Methor tion A/c for upto the date of	0,000 on 1-1-2012 an eciation was charge od. Prepare machin	d @10% p.a. ery A/c and	Apply	CMBB02.04
9.	charges 15,000 c fixed ins	ne was purchased for Rs.25 paid on it for Rs.5,000 on on 31-12-2012. Depreciation stallment Method. Prepare up to the date of sale. Calcu	the same date. It was charged @10 machinery A/c and	was sold for % p.a. under depreciation	Remember	CMBB02.04
10.	machine char <mark>ged</mark>	ine was purchased for Rs.6 ry purchased on 1-1-2013 @10% p.a. under dimini ry A/c for the first 3 years.	for Rs.20,000. Dep	reciation was		CMBB02.04
			UNIT-III			
		INV	ENTORY VALUA	TION		
			HORT ANSWER (UESTIONS)		
1.		t the meaning and demerits of			Remember	CMBB02.05
2.		t the meaning and demerits of sin		1	Remember Understand	CMBB02.05 CMBB02.05
<u>3.</u> 4.		he meaning and merits of sir e meaning and demerits of v			Remember	CMBB02.05
5.		e demerits of weighted aver			Remember	CMBB02.05
6.		ly examine the advantages of	•		Understand	CMBB02.05
7.		be the merits of LIFO Metho			Understand	CMBB02.05
8.		the demerits of simple aver			Understand	CMBB02.05
9.	_	e merits of weighted averag			Remember	CMBB02.05
10.	List out	t the methods of inventory va	aluation.		Analyze	CMBB02.05
1.		short note on convertible Pr			Understand	CMBB02.06
2.	shares.	any three differences betwe	_		Analyze	CMBB02.06
3.	Wrote	any three differences betw	een shareholders a	nd debenture	Analyze	CMBB02.06
4.	Write a	ny three differences between	n shares and stock.		Analyze	CMBB02.06
5.	Write a	short note on cumulative pr	eference shares.		Understand	CMBB02.06
6.	Discuss	any three types of preference	ce shares.		Remember	CMBB02.06
7.	Write s	short note on equity shares.			Remember	CMBB02.06

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
9.	Write a short note on differed shares.	Understand	CMBB02.06
10.	Examine any three types of debentures.	Analyze	CMBB02.06
11.	List out the features debentures.	Understand	CMBB02.06
	PART-B(LONG ANSWER QUESTIONS)		
1.	State the meaning and advantages of first in first out method.	Remember	CMBB02.05
2.	Define first in first out method. Discuss the disadvantages of first in first out method.	Remember	CMBB02.05
3.	Describe the meaning and advantages of last in first out method.	Understand	CMBB02.05
4.	Examine the limitations of last in first out method.	Understand	CMBB02.05
5.	Explain the meaning and advantages of simple average method.	Remember	CMBB02.05
6.	Define simple average method. Examine the limitations of simple average method.	Understand	CMBB02.05
7.	Explain the meaning, advantages and disadvantages of weighted average method.	Remember	CMBB02.05
8.	Define weighted average method. Examine the limitations of weighted average method.	Understand	CMBB02.05
9.	Define inventory valuation. Demonstrate the objectives of inventory valuation.	Understand	CMBB02.05
1.	Distinguish between equity shareholders and preference	Understand	CMBB02.06
2.	Define equity shares and preference shares. Explain different types of Preference shares.	Understand	CMBB02.06
3.	What do you understand about stock and shares? Distinguish	Analyze	CMBB02.06
	between stock and shares.		
4.	between stock and shares. What do you understand by shares and debentures? Differentiate between share holders and debenture holders.	Analyze	CMBB02.06
	What do you understand by shares and debentures? Differentiate between share holders and debenture holders. Define debenture. Discuss the features and different types of	Analyze Understand	CMBB02.06 CMBB02.06
4. 5. 6.	What do you understand by shares and debentures? Differentiate between share holders and debenture holders.	-	
5.	What do you understand by shares and debentures? Differentiate between share holders and debenture holders. Define debenture. Discuss the features and different types of debentures.	Understand	CMBB02.06 CMBB02.06
5.	 What do you understand by shares and debentures? Differentiate between share holders and debenture holders. Define debenture. Discuss the features and different types of debentures. Define debenture. Explain the merits and demerits of debentures. PART-C (PROBLEM SOLVING AND CRITICAL THINKIN The following transactions occur in the purchase and issue of a material: 2010 Jan 1st Purchased 4,000 units @ Rs.4.40 per unit Jan 20th Purchased 500 units @ Rs.5.00 per unit Feb 5th Issued 2,000 units Feb 10th Purchased 6,000 units @ Rs.6.00 per unit 	Understand	CMBB02.06 CMBB02.06
5. 6.	 What do you understand by shares and debentures? Differentiate between share holders and debenture holders. Define debenture. Discuss the features and different types of debentures. Define debenture. Explain the merits and demerits of debentures. PART-C (PROBLEM SOLVING AND CRITICAL THINKIN The following transactions occur in the purchase and issue of a material: 2010 Jan 1st Purchased 4,000 units @ Rs.4.40 per unit Jan 20th Purchased 500 units @ Rs.5.00 per unit Feb 5th Issued 2,000 units 	Understand Understand G QUESTION	CMBB02.06 CMBB02.06

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	March 1st Opening stock 1,000 units @Rs.6.00 per unit		
	March 3 rd Purchased 6,000 units @ Rs.5.50 per unit		
	March 10th Purchased 2.000 units @ Rs.6.50 per unit		
	March 15 th Issued 3,000 units		
	March 20th Purchased 8,000 units @ Rs.8.00 per unit		
	March 22 nd Issued 5,000 units		
	March 25th Purchased 4,000 units @ Rs.7.50 per init		
	March 30 th Issued 4,000 units.		
3.	Prepare stores ledger under weighted average method from the following information.	Apply	CMBB02.05
	2012		
	May 1 st Opening stock 2,000 units @Rs.6.00 per unit		
	May 3rd Purchased 6,000 units @ Rs.5.50 per unit		
	May 10 th Purchased 4.000 units @ Rs.6.50 per unit		
	June 15 th Issued 5,000 units		
	June 20 th Purchased 8,000 units @ Rs.8.00 per unit June 22 nd Issued 6,000 units		
	June 25 th Purchased 4,000 units @ Rs.7.50 per init		
	June30 th Issued 3,000 units.		
4.	The following transactions occur in the purchase and issue of a	Apply	CMBB02.05
	material: 2010		
	June 1 st Purchased 2,000 units @ Rs.5.00 per unit		
	June 20 th Purchased 1500 units @ Rs.6.00 per unit		
	June 5 th Issued 2,500 units	_	
~	June 10 th Purchased 3,000 units @ Rs.7.00 per unit		
	June 12 th Issued 2,000 units		
	June 15 th Purchased 4,500 units @ Rs.8.50 per init	2	
	June 20 th Issued 3,000 units.		
	Prepare stores ledger under LIFO method from the above		C) (D) 02 05
5.	The following transactions occur in the purchase and issue of a	Apply	CMBB02.05
	material: 2010		
	September 1 st Purchased 4,000 units @ Rs.4.00 per unit		
	September 10 th Purchased 3500 units @ Rs.5.00 per unit		
	September 15 th Issued 4,500 units		
	September 20 th Purchased 5,000 units @ Rs.6.00 per unit		
	September 22 th Issued 4,000 units September 25 th Purchased 6,500 units @ Rs.5.00 per init		
	1 / 1		
	September 30 th Issued 5,000 units.		
	Prepare stores ledger under LIFO Method from the above	l	

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
1.	X Limited company invited applications of 10,000 shares of Rs.100 each at	Apply	CMBB02.06
	a discount of 5 per cent payable as follows:		
	on application Rs.25 on allotment Rs.35		
	on allotment Rs.35 on First and Final Call Rs.35		
	The applications received for 9,000 shares and all of these shares		
	were accepted. All moneys due were received except the First and		
2.	Fairdealers Ltd issued 10,000 Equity shares of Rs.10 each.	Apply	CMBB02.06
2.	The payment of share was given as follows:	r pprj	CIVIDD02.00
	On Application Rs.2, Allotment Rs.2, First call Rs.3 and Final call		
3.	XYZ Limited company invited applications of 10,000 shares of Rs.100	Apply	CMBB02.06
	each at a discount of 5 per cent payable as follows:		
	On application Rs.20		
	On allotment Rs.40		
	On First and Final Call Rs.35		
	The applications received for 9,000 shares and all of these shares		
	were accepted. All moneys due were received except the First and		
4.	ABC Pvt. Company Ltd. issued 20,000 Equity shares of Rs.50 each.	Apply	CMBB02.06
	The payment of share was given as follows:		
	On Application Rs.20, Allotment Rs.20, First call Rs.30 and Final		
	call Rs.30 each. All the shares taken by the public and the money		
1	duly received on all shares. Show journal entries in the books of ABC Pvt.Ltd.		
	PQR Pvt. Company Ltd. issued 5000 Equity shares of Rs.100 each.	Apply	CMBB02.06
5.	The payment of share was given as follows:	Арргу	CIVIDD02.00
	On Application Rs.30, Allotment Rs.40, First call Rs.15 and Final		
	call Rs.15 each. All the shares taken by the public and the money		
	duly received on the shares except 1000 shares at the time of first and		
	final call. 1000 shares were forfeited by the company. 1000 Forfeited		
	shares were reissued by the company at Rs.90.		
	Show journal entries in the books of PQR Ltd.		
6.	Ram & Co Pvt. Company Ltd. invited applications of 50,000 shares	Apply	CMBB02.06
	of Rs.100 each at a discount of 5 per cent payable as follows:		
	on application Rs.35		
	on allotment Rs.25		
	on First and Final Call Rs.35		
	All of these shares were accepted. All moneys due were received		
	except the First and Final call on 500 shares. Write journal entries in		
	the books of Ram & Co Pvt. Company Ltd.		
	ABC Ltd company issued 10,000 Equity shares of Rs.50 each.	Apply	CMBB02.06
7.	Abe Etd company issued 10,000 Equity shares of Rs.50 each.		
7.	The payment of share was given as follows:		
7.			

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	received on the shares except 1000 shares at the time of first and final		
	call. 1000 shares were forfeited by the company. 1000 Forfeited		
	shares were reissued by the company at Rs.90.		
	Show journal entries in the books of ABC Ltd.		
8.	XYZ Ltd company issued 5,000 Equity shares of Rs.25 each.	Apply	CMBB02.06
	The payment of share was given as follows:		
	On Application Rs.10, Allotment Rs.5, First call Rs.5 and Final call		
	Rs.5 each. All the shares taken by the public and the money duly		
	received on all shares.		
	Show journal entries in the books of XYZ Ltd.		
	MN Pvt.Ltd company issued 20,000 Equity shares of Rs.50 each.	Apply	CMBB02.06
	The payment of share was given as follows:		
9.	On Application Rs.15, Allotment Rs.15, First call Rs.10 and Final		
2.	call Rs.10 each. All the shares taken by the public and the money		
	duly received on all shares.		
	Show journal entries in the books of MN Ltd.		
10.	Raj & Co Pvt. company Ltd.issued 15,000 Equity shares of Rs.100	Apply	CMBB02.06
	each.		
	The payment of share was given as follows:		
	On Application Rs.20, Allotment Rs.20, First call Rs.30 and Final		
	call Rs.30 each. All the shares taken by the public and the money		
	duly received on the shares except 5000 shares at the time of first and		
	UNIT-IV		
	FINANCIAL ANALYSIS-I PART-A (SHORT ANSWER OUESTIONSE		
1.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital.	Remember	CMBB02.08
	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital.	Remember	CMBB02.08 CMBB02.08
1. 2. 3.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital.		
2. 3.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital.	Remember Analyze	CMBB02.08
2. 3. 4.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital.	Remember Analyze Understand Remember	CMBB02.08 CMBB02.08 CMBB02.08
2. 3. 4. 5.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets.	Remember Analyze Understand Remember Analyze	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08
2. 3. 4. 5. 6.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities.	Remember Analyze Understand Remember Analyze Analyze	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08
2. 3. 4. 5. 6. 7.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08
2. 3. 4. 5. 6. 7. 8.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds.	Remember Analyze Understand Remember Analyze Analyze Understand Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds.	Remember Analyze Understand Remember Analyze Understand Remember Remember Understand	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Remember Understand Understand	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Understand Understand Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of funds flow statement. State the advantages of cash flow statement. List out the limitations of funds flow statement.	Remember Analyze Understand Remember Analyze Understand Remember Understand Understand Remember Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of funds flow statement. List out the limitations of funds flow statement. Briefly explain the meaning of cash flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Understand Understand Remember Remember Remember Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of funds flow statement. List out the limitations of funds flow statement. Discuss the meaning of cash flow statement. State the advantages of cash flow statement. Discuss the meaning of funds flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Understand Understand Remember Remember Understand Remember Understand	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of funds flow statement. State the advantages of cash flow statement. Discuss the meaning of funds flow statement. Discuss the meaning of funds flow statement. List out the components of cash flow statement. List out the components of cash flow statement. Discuss the meaning of funds flow statement. List out the components of cash flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Understand Remember Remember Understand Remember Understand Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09
2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16. 17.	PART-A (SHORT ANSWER QUESTIONSB List out the components of working capital. Predict the factors influencing on working capital. Discuss different types of working capital. List out the requirements of working capital. List out the components of current assets. List out the components of current liabilities. List out the advantages of funds flow statement. List out the demerits of cash flow statement. List out the components of sources of funds. State the components of application of funds. State the meaning of funds flow statement. List out the limitations of funds flow statement. List out the limitations of funds flow statement. List out the limitations of funds flow statement. State the advantages of cash flow statement. State the advantages of cash flow statement. Discuss the meaning of cash flow statement. Discuss the meaning of funds flow statement. List out the components of cash inflows Explain any two advantages of funds flow statement.	Remember Analyze Understand Remember Analyze Analyze Understand Remember Understand Understand Remember Remember Understand Remember Understand Remember Remember Remember	CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.08 CMBB02.09 CMBB02.09

S. No	QUESTION PART-B (LONG ANSWER QUESTIONS)	Blooms Taxonomy Level	Course Outcome (COs)
1		Understand	CMBB02.08
1.	Explain different types of working capital. Define working capital. Elucidate the importance of working	Understand	CMBB02.08
2.	Examine the factors which are influenced on working capital requirement.	Analyze	CMBB02.08
4.	Define Funds flow statement. Explain its significance and limitations of funds flow statement.	Remember	CMBB02.09
5.	Define cash flow statement. Discuss the importance and limitations of cash flow statement.	Understand	CMBB02.09
6.	Distinguish between cash flow statement and funds flow	Remember	CMBB02.09
7.	Distinguish between funds flow statement and balance sheet.	Remember	CMBB02.09
8.	Distinguish between funds flow statement and income statement.	Understand	CMBB02.09
9.	Prepare a specimen of funds flow statement.	Understand	CMBB02.09
10.	Write the specimen of cash flow statement.	Remember	CMBB02.09
11.	Write the specimen of statement showing changes in working	Remember	CMBB02.09
12.	Describe the components of working capital.	Analyze	CMBB02.09
13.	Enumerate the components of sources of funds in detail.	Analyze	CMBB02.09
14.	Examine the components of application of funds in detail.	Analyze	CMBB02.09
15.	Describe the components of application of cash in detail.	Analyze	CMBB02.09
16.	Discuss the components of sources of cash in detail.	Analyze	CMBB02.09
	PART-C (PROBLEM SOLVING AND CRITICAL THINKIN Prepare a statement showing changes in working capital statement	G QUESTION Apply	S) CMBB02.09
	from the following information:		
	2000 (Rs.)		
1.	2001(Rs.)		
	Stock 3,00,000 3,50,000		
	Bank 40,000 80,000		
	Debtors 1,62,000 2,54,000		
	Creditors 2,30,000 1,80,000		
	Outstanding Expenses 6,000 3,000		

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
2	Prepare a statement showing changes in working capital statement	Apply	CMBB02.09
2.	from the following information:	1	01111110-109
	2010 (Rs.)		
	2011(Rs.)		
	Stock 6,00,000		
	9,50,000		
	Bank 1,00,000 1,		
	80,000		
	Debtors 2,00,000		
	3,00,000		
	Creditors 2.00.000		
	Prepare a statement showing changes in working capital statement	Apply	CMBB02.09
	from the following information:		
	2013 (Rs.)		
	2014(Rs.) Stock 8,00,000		
3.	10,50,000		
	Bank 3,00,000 6,		
	80,000		
	Debtors 4,00,000		
	5,00,000		
	Creditors 3,00,000		
1	2,90,000		
		~~~	
	Bills Payable 50,000 80,000		
	0,000		
	Provision for Tax 60,000		
	70,000		
4.	Prepare a statement showing changes in working capital statement	Apply	CMBB02.09
	from the following information:		
	2000 (Rs.)		
	2001(Rs.)		
	Stock 3,00,000 3,50,000		
	Bank 40,000		
	80,000		
	Debtors 1,62,000		
	2,54,000		
5.	<b>Prepare</b> a statement showing changes in working capital statement	Apply	CMBB02.09
	from the following information: 2005 (Rs.)		
	2005 (Rs.)		
	Stock 4,00,000		
	5,50,000		
	Bank 80,000		
	1,60,000		

S. No		QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	Debtors	3,00,000		
	5,00,000			
	B/R	1,00,000		
	1,50,000 Creditors	3,30,000		
	2,80,000	5,50,000		
	Provision for tax	10,000		
	15,000			
	Bills payable 12,000	20,000		
	Outstanding wages	10,000		
	5,000	,		
	Buildings	2,00,000		
	4,00,000			
		ving changes in working capital statement	Apply	CMBB02.09
	from the following inform			
6.	2006(Rs.)	2005 (Rs.)		
	Stock	4,00,000		
	4,50,000	.,,		
	Bank	50,000		
	1,00,000			
	Debtors	2,62,000		
	4,54,000 Creditors	1 20 000		
	1,20,000	1,30,000		
	Outstanding Expenses	8,000		
-	9,000			
-	9,000			
<	C	ving changes in working capital statement	Apply	CMBB02.09
	C	ving changes in working capital statement nation:	Apply	CMBB02.09
	<b>Prepare</b> a statement show from the following inform		Apply	CMBB02.09
. <	Prepare a statement show from the following inform 2008(Rs.)	nation: 2007 (Rs.)	Apply	CMBB02.09
7	Prepare a statement show from the following inform 2008(Rs.) Stock	nation:	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000	nation: <b>2007 (Rs.)</b> 5,00,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank	nation: 2007 (Rs.)	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000	nation: <b>2007 (Rs.)</b> 5,00,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000 1,50,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000 1,50,000 2,30,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors 2,80,000	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000 1,50,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors 2,80,000 Provision for tax 65,000 Bills payable	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000 1,50,000 2,30,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors 2,80,000 Provision for tax 65,000 Bills payable 42,000 Outstanding wages	nation: <b>2007 (Rs.)</b> 5,00,000 1,80,000 4,00,000 1,50,000 2,30,000 50,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors 2,80,000 Provision for tax 65,000 Bills payable 42,000 Outstanding wages 15,000 Buildings	nation: 2007 (Rs.) 5,00,000 1,80,000 4,00,000 1,50,000 2,30,000 50,000 30,000	Apply	CMBB02.09
7.	Prepare a statement show from the following inform 2008(Rs.) Stock 6,50,000 Bank 2,60,000 Debtors 6,00,000 B/R 2,50,000 Creditors 2,80,000 Provision for tax 65,000 Bills payable 42,000 Outstanding wages 15,000 Buildings 6,00,000	nation: 2007 (Rs.) 5,00,000 1,80,000 4,00,000 1,50,000 2,30,000 50,000 30,000 5,000	Apply	СМВВ02.09

S. No			Q	UESTIC	DN			Tay	looms konomy Level	Course Outcome (COs)
	Liabilities	2001	200		Assets	2001	2002			
		( <b>Rs.</b> )	( <b>R</b> s		D '11'	( <b>Rs.</b> )	( <b>Rs.</b> )		-	
	Capital Creditors	2,00,0		50,000 5,000	Building Stock	50,000 80,000		000 000	-	
	P & L A/c	10,0		3,000 3,000	Stock	80,000	90,	000		
	TALAC	10,0	00 2.	5,000	Sundry Debtors	1,20,000	1,15,	000		
					Cash	30,000	47,	000		
		2,80,0	00 3,1	18,000		2,80,000	3,18	,000		
9.	Prepare fund December 20						31 st	A	pply	CMBB02.09
	Liabilities	2005	5 2	2006	Assets	2005	20			
		( <b>Rs.</b> )	) (	Rs.)		( <b>Rs.</b> )	(R			
	Capital	63,00	0 1,0	00,000	Building	80,000	1,00	-		
	Creditors	42,00	0 3	9,000	Furniture	15,000	10,			
	O/s expenses	5,00	00	6,000	Stock	55,000	72,			
	Long term Loan	50,0	00 6	0,000	Sundry Debtors	30,000	28,			$\overline{\bigcirc}$
	Bank O.D	35,00	00 2:	5,000	Cash	15,000	20,	_	-	
			~~	1	0.5					
		1,95,0	00 2,3	80,000		1,95,000	2,30			
10.	Prepare fund December 20	ls flow sta 006 from	atement of the follo	of ABC wing ba	Ltd., for the lance sheets:	year ended 3	B1 st	A	pply	CMBB02.09
	Liabiliti	2005	2006	Asset		2006				
	es	( <b>Rs.</b> )	( <b>Rs.</b> )	D 111	( <b>Rs.</b> )	( <b>Rs.</b> )	<u> </u>			
	Capital	60,00 0	1,20,00 0	Build	90,000	1,20,000	,			
	Creditor	62,00	69,000	ng Furni		15,000				
	s	02,00	07,000	ure	25,000	15,000				
	O/s	-		Stock		75,000				
	expense s	15,00 0	16,000		65,000					
	Long term Loan	70,00 0	90,000	Sundr y Debto		30,000				
	Bank O.D	25,00 0	35,000	rs Cash	17,000	90,000				

S. No			QU	ESTION	[			Blooms Taxonomy Level	Course Outcome (COs)
		2,32, 3 000	3,30,00 0		2,32,00	3,30	,000		
	Prepare fund 31 st March 2	ds flow sta					ended	Apply	CMBB02.09
	Liabiliti	2008	2009	Assets	2008	2009	)		
11.	es	( <b>Rs.</b> )	( <b>Rs.</b> )		( <b>Rs.</b> )	( <b>Rs.</b> )	)		
	Capital	60,000	65,00 0	Goodw ill	30,00	0 25	,000		
	Current Liabilitie s	12,000	3,000	Furnitu re	60,00	0 50	0,000		
	P & L A/c	34,000	26,00 0	Curren t Assets	16,00	0 19	,000		
		1,06,00	94,00		1,06,0	0 94	,000		
	Other Infor		0		0				
12.	1. Div	mation: idend of R preciation ds flow sta	s.12,000 on Furn tement of	iture Rs.	during th 20,000 th for the y	ransferred	l to P&L	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund	mation: idend of R preciation ds flow sta	s.12,000 on Furn tement of	iture Rs.	during th 20,000 tr for the y sheets	ransferred	l to P&L	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010	mation: idend of R preciation ds flow stat from the f	s.12,000 on Furn tement of following	iture Rs. f PQ Ltd., balance s	during the 20,000 the sheets ets 2	ransferred vear ended	1 to P&L	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010 Liabilitie	mation: idend of R preciation ds flow star from the f 2009	s.12,000 on Furn tement of collowing 2010 (Rs.)	iture Rs.	during th 20,000 tr for the y sheets ets 2	ransferred rear ended 2009	1 to P&L 1 31 st 2010	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010 Liabilitie s	mation: idend of R preciation ds flow star from the f 2009 (Rs.)	s.12,000 on Furn tement of following <b>2010</b> ( <b>Rs.</b> ) 3,25,0	iture Rs. f PQ Ltd., balance s Ass 000 Bui	during th 20,000 tr for the y sheets ets 2	ransferred rear ended 2009 (Rs.)	1 to P&L 1 31 st 2010 (Rs.)	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010 Liabilitie s Capital	mation: idend of R preciation ds flow star from the f 2009 (Rs.) 2,50,000	s.12,000 on Furn tement of following <b>2010</b> ( <b>Rs.</b> ) 3,25,0 70,00	iture Rs. f PQ Ltd., balance s Ass 000 Bui 00 Fur e	during th 20,000 tr for the y sheets ets 2 Iding nitur	ransferred rear ended 2009 (Rs.) 50,000	1 to P&L 1 31 st 2010 (Rs.) 60,000	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010 Liabilitie s Capital Creditors P & L	mation: idend of R preciation ds flow stat from the f 2009 (Rs.) 2,50,000 1,00,000	s.12,000 on Furn tement of following <b>2010</b> ( <b>Rs.</b> ) 3,25,0 70,00 30,00	iture Rs. f PQ Ltd., balance s Ass 000 Bui 00 Fur e 00 Stor 00 Sun	during th 20,000 tr for the y sheets ets 2 Iding nitur ck	ransferred rear ended 2009 (Rs.) 50,000 10,000	to P&L 1 31 st 2010 (Rs.) 60,000 15,000	Apply	CMBB02.09
12.	1. Div 2. Dep A/c Prepare fund March 2010 Liabilitie s Capital Creditors P & L A/c Provision	mation: idend of R preciation ds flow star from the f 2009 (Rs.) 2,50,000 1,00,000 15,000	s.12,000 on Furn tement of following <b>2010</b> ( <b>Rs.</b> ) 3,25,0 70,00 30,00	iture Rs. f PQ Ltd., balance s Ass 000 Bui 00 Fur e 00 Stoc 00 Sun	during th 20,000 tr for the y sheets ets 2 dlding nitur ck dry 1 otors 1	ransferred rear ended 2009 (Rs.) 50,000 10,000 85,000	to P&L <b>2010</b> ( <b>Rs.</b> ) 60,000 15,000 1,05,000	Apply	CMBB02.09

S. No			QU	ESTION	N		Blooms Taxonomy Level	Course Outcome (COs)
13.			statement of he following		., for the year sheets	ended 31 st	Apply	CMBB02.09
			U		5			
0	Liabil	2009	2010	Asse	2009	2010		$\sim$
0	Liabil ities					2010 (Rs.)		0
EUV		2009	2010	Asse	2009			
60V	ities Capita	<b>2009</b> (Rs.) 1,50,0	2010 (Rs.)	Asse ts Buil	2009 (Rs.)	( <b>Rs.</b> )		
EUv	ities Capita 1 Credit	<b>2009</b> (Rs.) 1,50,0 00	<b>2010</b> (Rs.) 2,75,000	Asse ts Buil ding Furn	2009 (Rs.) 50,000	( <b>Rs.</b> )		
Env.	ities Capita 1 Credit ors P & L	<b>2009</b> ( <b>Rs.</b> ) 1,50,0 00 90,000	<b>2010</b> ( <b>Rs.</b> ) 2,75,000 70,000	Asse ts Buil ding Furn iture Stoc	<b>2009</b> (Rs.) 50,000 10,000	( <b>Rs.</b> ) 60,000 15,000		
EUV	ities Capita l Credit ors P & L A/c Provis ion for	2009 (Rs.) 1,50,0 00 90,000 15,000	<b>2010</b> ( <b>Rs.</b> ) 2,75,000 70,000 30,000	Asse ts Buil ding Furn iture Stoc k Sund ry Debt	2009 (Rs.) 50,000 10,000 80,000	( <b>Rs.</b> ) 60,000 15,000 1,05,000		
E UV	ities Capita l Credit ors P & L A/c Provis ion for	2009 (Rs.) 1,50,0 00 90,000 15,000	<b>2010</b> ( <b>Rs.</b> ) 2,75,000 70,000 30,000	Asse ts Buil ding Furn iture Stoc k Sund ry Debt ors	2009 (Rs.) 50,000 10,000 80,000 60,000	( <b>Rs.</b> ) 60,000 15,000 1,05,000 1,00,000		
	ities Capita 1 Credit ors P & L A/c Provis ion for tax Other In was Rs.65	2009 (Rs.) 1,50,0 00 90,000 15,000 50,000 50,000 <b>3,05,0</b> 00 <b>formation</b> 5,000.	2010 (Rs.) 2,75,000 70,000 30,000 25,000 4,00,000 n: i) Income	Asse ts Buil ding Furn iture Stoc k Sund ry Debt ors Cash tax provi	2009 (Rs.) 50,000 10,000 80,000 60,000 1,05,000 3,05,000	(Rs.) 60,000 15,000 1,05,000 1,00,000 1,20,000 4,00,000 uring the year		

S. No			Q	UESTION				Blooms Taxonomy Level	Course Outcome (COs)
	Liabil	2014	2015	Asset	s <b>2014</b>	•	2015		
	ities	( <b>Rs.</b> )	( <b>Rs.</b> )		(Rs.	)	( <b>Rs.</b> )		
	Capita	4,00,00	5,00,00	0 Build	· ·		1,60,00		
	1	0		g	0		0		
	Credit ors	2,00,00 0	1,70,00	00 Furni e	tur 1,10, 0	00	1,15,00 0		
	P & L A/c	3,15,00 0	3,30,00	00 Stock	1,85		2,05,00 0		
				Sundi Debto			2,50,00 0		
				Cash	2,10		2,70,00	0	
		9,15,00 0	10,00,0	00	9,15 0		10,00,0 00		
	Other In	formation	<b>1:</b> i) Depred	ciation was	written off	f furn	iture		
<	Rs.25,000 during the		ne year 201	5. ii) Divid	end paid fo	or Rs.	10,000		
15.	Prepare c	ash flow s		f XYZ Ltd. wing balan			ded 31 st	Apply	CMBB02.09
	Liabil	2011	2012	Assets	2011	20	12		
	ities	( <b>Rs.</b> )	( <b>Rs.</b> )		( <b>Rs.</b> )	( <b>R</b>	s.)		
	Capita 1	3,00,0 00	4,00,00 0	Buildin g	50,000		60,000		
	Credit ors	1,00,0 00	70,000	Furnitur e	10,000		15,000		
	P & L A/c	15,000	30,000	Stock	85,000		1,05,000		
				Sundry Debtors	1,60,00 0		1,50,000		
				Cash	1,10,00 0		1,70,000		
		4,15,0 00	5,00,00 0		4,15,00 0		5,00,000		

S. No	QUESTION	Blooms Taxonomy Level	Course Outcome (COs)
	<b>Other Information:</b> i) Depreciation was written off furniture Rs.5,000 during the year 2012. ii) Payment of Dividend for Rs. 10,000 during the year 2012.		
	UNIT-V		
	FINANCIAL ANALYSIS-II		
	PART-A(SHORT ANSWER QUESTIONS)	1	
1.	List out the limitations of financial statement analysis.	Remember	CMBB02.10
2.	Write any three advantages of financial statements.	Understand	CMBB02.10
3.	Elucidate the concepts of comparative balance Sheet common size balance sheet.	Analyze	CMBB02.11
4.	Examine the concepts of comparative income statement and common size income statement.	Analyze	CMBB02.11
3.	Examine any three advantages of ratio analysis.	Understand	CMBB02.12
4.	Write a short note on current ratio.	Remember	CMBB02.12
5.	Examine the formula for operating ratio.	Remember	CMBB02.12
6.	Design the formula for debt equity ratio.	Understand	CMBB02.12
7.	List out the limitations of ratio analysis.	Remember	CMBB02.12
8.	Explain the term cost of goods sold.	Understand	CMBB02.12
9.	Write the formula for current ratio.	Understand	CMBB02.12
10.	Explain the meaning of ratio analysis.	Remember	CMBB02.12
11.	Write the formulae of quick ratio.	Understand	CMBB02.12
12.	Explain the meaning of absolute liquidity ratio.	Understand	CMBB02.12
13.	Discuss two types of profitability ratios.	Remember	CMBB02.12
14.	Examine the formulae of working capital turnover ratio.	Understand	CMBB02.12
15.	Discuss the formulae of inventory turnover ratio.	Understand	CMBB02.12
16.	State the formulae of creditors' turnover ratio.	Remember	CMBB02.12
17.	Examine the formulae of debtors' turnover ratio.	Understand	CMBB02.12
18.	Examine the formulae of operating ratio.	Understand	CMBB02.12
19.	Write the formulae of gross profit ratio.	Remember	CMBB02.12
20.	State the formulae of net profit ratio.	Understand	CMBB02.12
21.	Explain the concept of Du Pont Chart.	Understand	CMBB02.12
	PART-B(LONG ANSWER QUESTIONS)		
1.	Explain the significance of financial statement analysis.	Understand	CMBB02.10
2.	Define financial statement analysis. Explain limitations of financial statements.	Remember	CMBB02.10
3.	Examine the concept of comparative financial statements.	Understand	CMBB02.11
4.	Describe the concept of common size financial statements.	Understand	CMBB02.11
5.	Discuss the objectives of financial statement analysis.	Remember	CMBB02.11
6.	Define Ratio Analysis. Discuss the advantages of ratio analysis.	Remember	CMBB02.12
7.	Illustrate different types of Ratios.	Remember	CMBB02.12
8.	Discuss different types of liquidity ratios.	Understand	CMBB02.12
9.	Describe different types of financial statements.	Analyze	CMBB02.12

S. No		QU		Blooms Taxonomy Level	Course Outcome (COs)	
10.	Examine diff	erent types of tur	Remember	CMBB02.12		
11.	Explain diffe	rent types of capi	ital structure ratios		Understand	CMBB02.12
12.	Examine diff	erent types of pro	ofitability ratios.		Understand	CMBB02.12
13.	Demonstrate	the formulas for	of different types of	of liquidity ratios.	Remember	CMBB02.12
14.	Discuss the f	ormulas for diffe	rent types of turno	ver ratios.	Understand	CMBB02.12
15.			erent types of prof		Understand	CMBB02.12
16.	Enumerate th	e limitations of r	atio analysis.		Analyze	CMBB02.12
17.		eaning of window		in different kinds of	Analyze	CMBB02.12
	window dressi	ng.				
	PART-C	(PROBLEM SC	OLVING AND C	RITICAL THINKIN	IG QUESTION	<b>S</b> )
1	i) Current ratio, Balance Sh	i) Quick ratio an eet of XYZ & Co	you are required to d iii) Absolute liq p for the year ende	uidity ratio. d 31-12-2013	Apply	CMBB02.12
•	Liabilities	Amount (Rs.)	Assets	Amount(Rs.)		
	Equity share capital	10,00,000	Goodwill	5,00,000		
	6%Preference Share Capital	5,00,000	Plant & Machinery	6,00,000		
	General Reserv <mark>e</mark>	1,00,000	Land & Building	7,00,000		
	P&L A/c	4,00,000	Furniture	1,00,000		
	12%Debenture	5,00,000	Inventory	6,00,000		
~	Creditors	80,000	Bills Receivables	30,000		
	Bank O.D	20,000	Debtors	1,50,000		
	Bills Payable	1,24,000	Bank Balance	2,00,000		
	Provision for Taxation	1,76,000	Marketable Securities	20,000		
		29,00,000		29,00,000		

iv) Operating profit rat		let profit ratio iii) Op following Trading and		Apply	CMBB02
Loss Account:					
Dr					
Cr					
Particulars	Amount Rs.	Particulars	Amount Rs.		
To Opening stock	30,000	By Net sales	1,10,000		
To Purchases	60,000	By Closing stock	20,000		
To Wages	10,000				
To Gross profit	30,000				
	1,30,000		1,30,000		
To Office expenses	10,000	By Gross profit	30,000		
To Selling and	5,000	By Sundry	5,000		
Distribution		receipts			
To Net Profit	20,000				
101.00110110					
Compute i) Debt equity interest coverage ratio fi	<b>35,000</b> 7 ratio ii) Prop	•	35,000 assets ratio iv)	Apply	CMBB02
Compute i) Debt equity	<b>35,000</b> 7 ratio ii) Prop	•	1	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fi	<b>35,000</b> ratio ii) Proprom the follow	ving balance sheet.	assets ratio iv)	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fi	35,000 7 ratio ii) Prop rom the follow Amount	ving balance sheet.	Amount	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference	35,000 ratio ii) Proprom the follow Amount (Rs.)	ving balance sheet.	Amount (Rs.)	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital	35,000 y ratio ii) Proprom the follow Amount (Rs.) 10,00,000	Assets Goodwill Plant& Machinery	Amount (Rs.) 5,00,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve	35,000 7 ratio ii) Prop rom the follow Amount (Rs.) 10,00,000 5,00,000	Assets Goodwill	Amount (Rs.) 5,00,000 6,00,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fi Liabilities Equity Share Capital 6% Preference Share Capital	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000	Assets Goodwill Plant& Machinery Land & Building	Amount (Rs.) 5,00,000 6,00,000 7,00,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c)	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000	Assets Goodwill Plant& Machinery Land & Building Furniture	Amount (Rs.) 5,00,000 6,00,000 7,00,000 1,00,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c) 12% Debentures	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000 5,00,000	Assets Goodwill Plant& Machinery Land & Building Furniture Stock- in -Trade	Amount (Rs.) 5,00,000 6,00,000 7,00,000 1,00,000 6,00,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c) 12% Debentures Creditors Bank Overdraft Bills Payable	35,000 v ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000 5,00,000 80,000	Assets Goodwill Plant& Machinery Land & Building Furniture Stock- in -Trade Bills Receivables	Amount (Rs.) 5,00,000 6,00,000 1,00,000 6,00,000 6,00,000 30,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c) 12% Debentures Creditors Bank Overdraft	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000 5,00,000 80,000 20,000	Assets Goodwill Plant& Machinery Land & Building Furniture Stock- in -Trade Bills Receivables Debtors Bank Balance Marketable	Amount (Rs.) 5,00,000 6,00,000 7,00,000 1,00,000 6,00,000 30,000 1,50,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c) 12% Debentures Creditors Bank Overdraft Bills Payable	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000 5,00,000 20,000 1,24,000 1,76,000	Assets Goodwill Plant& Machinery Land & Building Furniture Stock- in -Trade Bills Receivables Debtors Bank Balance	Amount (Rs.) 5,00,000 6,00,000 7,00,000 1,00,000 6,00,000 30,000 1,50,000 2,00,000 20,000	Apply	CMBB02
Compute i) Debt equity interest coverage ratio fr Liabilities Equity Share Capital 6% Preference Share Capital General Reserve Surplus (P&L A/c) 12% Debentures Creditors Bank Overdraft Bills Payable Provision for	35,000 7 ratio ii) Proprom the follow Amount (Rs.) 10,00,000 5,00,000 1,00,000 4,00,000 5,00,000 20,000 1,24,000 1,76,000 29,00,000	Assets Goodwill Plant& Machinery Land & Building Furniture Stock- in -Trade Bills Receivables Debtors Bank Balance Marketable Securities	Amount (Rs.) 5,00,000 6,00,000 7,00,000 1,00,000 6,00,000 30,000 1,50,000 2,00,000	Apply	CMBB02

1.	You are required to	o calculate the f	ollowing ratios from	the above	Apply	CMBB02.12
	information.					
	(i) Debtors turnove	er ratio				
	ii) Creditors turno	ver ratio				
	(iii) Inventory turn	nover ratio.				
	Balance Sho	eet of M/s. XYZ	Z Ltd as on 31 st Mai	rch, 2003.		
	Liabilities	Amount	Assets	Amount(Rs.)		
	Liuointios	(Rs.)	1155015	Timount(HS.)		
	Capital	15,00,000	Fixed Assets	16,50,000		
	Reserves & Surplus	6,00,000	Closing Stock	9,10,000		
	Debentures	5,00,000	Trade Debtors	12,40,000		
	Bank Overdraft	2,00,000	Investments (Short-Term)	1,60,000		
	Trade Creditors	12,00,000	Cash –in-hand	40,000		
		40,00,000		40,00,000		
	Other Info	ormation:				
	2. Gross	s profit Rs. 7,44	mounted to Rs. 74,4 ,000. ases Rs.24,00,000.	0,000.		
A A		00	201			

(iv) Operating p	rofit ratio (v) Cost	of goods sold ratio	Э.	
Dr	ofit and Loss Acco	ount for the year en	ding 31-12-2010	
Cr Particulars	Amount Rs.	Particulars	Amount Rs.	
To Opening Stock	76,250	By Net sales	5,00,000	
To Purchases	3,15,250	By Closing stock	98,500	
To Wages	7,000			
To Gross	2,00,000			
	5,98,500		5,98,500	
To Admn. Expenses	1,01,000	By Gross profit	2,00,000	
To Selling Expenses	12,000	By Non- operating Income	6,000	
To Non-		meonie		
operating Expenses	9,000			
To Net profit	84,000			
	2,06,000	-	2,06,000	

You are required to information. i)Gross profit rat	-	lowing ratios from atio (iii) Operatin		Apply	CMBB02.12
(iv) Operating pr	ofit ratio (v) Cost	of goods sold rati	0.		
		e			
Dr	and Loss Acco	unt for the year er	nding 31-12-2010		
Cr		1			
Particulars	Amount Rs.	Particulars	Amount Rs.		
To Opening Stock	76,250	By Net sales	5,00,000		
To Purchases	3,15,250	By Closing stock	98,500		
To Wages	7,000				
To Gross	2,00,000				
	5,98,500		5,98,500		
To Admn. Expenses	1,01,000	By Gross profit	2,00,000		
To Selling Expenses	12,000	By Non- operating Income	6,000	_	
To Non- operating Expenses	9,000	1			
To Net profit	84,000				
	2,06,000	-	2,06,000		
Explain the mean ratio iii) Operating			t ratio ii) Net profit	Remember	CMBB02.1
Discuss the mean iii) Absolute Liqu		s of i) Current ra	atio ii) Quick ratio	Understand	CMBB02.1
			s turnover ratio ii) ) Creditors turnover	Understand	CMBB02.1
Examine the mean ratio iii) Fixed ass		of i) Debt equity	ratio ii) Proprietary	Understand	CMBB02.1
Examine the m statements.	eaning, advanta	ges and limitat	ions of financial	Remember	CMBB02.1

2007 from the following income stat		,		
Particulars	2006 Amount Rs.	2007 Amount Rs.		
Net Sales	45,000	40,000		
Less: Cost of goods sold	35,500	31,250		
Gross profit	9,500	8,750		
Less: Operating Expenses	6,200	5,450		
Add: Operating incomes	2,000	3,000		
Net profit before tax(PBT)	5,300	6,300		
Less: Tax @ 50%	2,650	3,150		
To Net profit after tax (PAT)	2,650	3,150		
2 0			Annly	CMDDO
Prepare a common size income state 2009 from the following income state	ement for the year energy ement:	ling 31-03-	Apply	CMBB0
Prepare a common size income state	ement for the year ence	ding 31-03-	Apply	CMBB0
Prepare a common size income state 2009 from the following income stat Particulars Net Sales	ement for the year ence ement: Amo	ding 31-03-	Apply	CMBB0
Prepare a common size income state 2009 from the following income state Particulars	ement for the year ence ement: Ame S0,	ling 31-03-	Apply	CMBB0
Prepare a common size income state 2009 from the following income stat Particulars Net Sales	ement for the year energy ement: Amore R 50, 31,	ling 31-03-	Apply	CMBBO
Prepare a common size income state 2009 from the following income state Particulars Net Sales Less: Cost of goods sold	ement for the year energy ement: Amore R 50, 31,	<b>ding 31-03-</b> <b>Dunt</b> <b>s.</b> D00 250 750	Apply	CMBB0
Prepare a common size income state 2009 from the following income state Particulars Net Sales Less: Cost of goods sold Gross profit Less: Operating	ement for the year encement: Ame 50, 31, 18,	ling 31-03- ount s. 000 250 750 50	Apply	CMBB0
Prepare a common size income state 2009 from the following income state Particulars Net Sales Less: Cost of goods sold Gross profit Less: Operating Expenses	ement for the year energy ement: Ame R 50, 31, 18, 5,4 3,0	ling 31-03- ount s. 000 250 750 50	Apply	CMBB0
Prepare a common size income state 2009 from the following income state Particulars Net Sales Less: Cost of goods sold Gross profit Less: Operating Expenses Add: Operating incomes	ement for the year energy ement: Amore and a second secon	ling 31-03- Dunt s. D000 250 750 50 00	Apply	CMBBO

he following ba			for the year e	iiueu 31-12	2-2010 IFOIII	Apply	
Balance	Sheet of 1	M/s. XYZ	Ltd as on 31 ^s	^t March, 2	2003.		
Liabilities	An (Rs	nount s.)	Assets	A	Amount(Rs.)		
Capital	1,6	5,000	Fixed Assets	1	,55,000		
Reserves & Surplus	22	2,000	Closing Stock	k	17,000		
Loans (long term)	58	8,000	Trade Debtor	rs	30,000		
Outstanding	g 20	0,000	Prepaid expe	nses	60,000		
			Other current assets	t	5,000		
Trade Creditors	10	0,000	Cash –in-han	ıd	8,000		
	2,7	5,000		2	2,75,000		
				-			
Prepare compare December 201					ar ended 31 st	Apply	CMBB
					ar ended 31 st 2012	Apply	CMBB
December 201	2 from th 2011	e followin	g balance shee	ets:		Apply	СМВВ
December 201	2 from th	e followin	g balance shee	ets: 2011	2012	Apply	СМВВ
December 201	2 from th 2011	e followin	g balance shee	ets: 2011	2012 (Rs.)	Apply	CMBB
December 201	2 from th 2011 (Rs.) 70,0	e followin 2012 (Rs.)	g balance shee	2011 (Rs.)	2012 (Rs.)	Apply	CMBB
December 201 Liabilities Capital	2 from th 2011 (Rs.) 70,0 00 35,0	e followin 2012 (Rs.) 60,000	g balance shee Assets Building Investme nts (Long	ets: 2011 (Rs.) 50,000	<b>2012</b> (Rs.) 45,000 3,000	Apply	CMBB
December 201 Liabilities Capital Creditors	2 from th 2011 (Rs.) 70,0 00 35,0 00 25,0	e followin, 2012 (Rs.) 60,000 25,000	g balance shee Assets Building Investme nts (Long term)	ets: 2011 (Rs.) 50,000 6,000	<b>2012</b> (Rs.) 45,000 3,000	Apply	CMBB
December 201 Liabilities Capital Creditors	2 from th 2011 (Rs.) 70,0 00 35,0 00 25,0	e followin, 2012 (Rs.) 60,000 25,000	g balance shee Assets Building Investme nts (Long term) Stock Sundry	ets: 2011 (Rs.) 50,000 6,000 25,000	2012 (Rs.) 45,000 3,000 18,500	Apply	CMBB

sheet.	owing inquidity rati	os from the followi	ng balance	Apply	CMBB02
	tio ( ii) Quick ratio	o (iii) Absolute liqu	uidity ratio:		
Balance She	et of XYZ & Co fo	or the year ended 3	1-12-2013		
Liabilities	Amount (Rs.)	Assets	Amount(Rs.)		
Equity share capital	11,00,000	Goodwill	6,00,000		
6%Preference Share Capital	7,00,000	Plant & Machinery	8,00,000		
General Reserve	3,00,000	Land & Building	9,00,000		
P&L A/c	5,00,000	Furniture	2,00,000		
12%Debentures	7,00,000	Inventory	2,00,000		
Creditors	3,80,000	Bills Receivables	1,00,000		
Bank O.D	70,000	Debtors	8,00,000		
Bills Payable	1,24,000	Bank Balance	3,00,000		
Provision for Taxation	76,000	Marketable Securities	50,000		
sheet.		os from the followi		Apply	CMBB0
sheet. (ii) Current ra	wing liquidity rati	os from the followi o (iii) Absolute liqu or the year ended 3	ng balance uidity ratio:	Apply	CMBB0
sheet. (ii) Current ra	wing liquidity rati	o (iii) Absolute liqu	ng balance uidity ratio:	Apply	CMBB0
sheet. (ii) Current ra Balance She	wing liquidity rati atio ( ii) Quick ratio et of XYZ & Co fo	o (iii) Absolute liqu or the year ended 3	ng balance uidity ratio: 1-12-2013	Apply	CMBB0
sheet. (ii) Current ra Balance She Liabilities Equity share	wing liquidity rati atio ( ii) Quick ratio et of XYZ & Co fo Amount (Rs.)	o (iii) Absolute liqu or the year ended 3 Assets	ng balance nidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000	Apply	CMBB0
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference	wing liquidity rati atio ( ii) Quick ration to of XYZ & Co for Amount (Rs.) 13,00,000	o (iii) Absolute liqu or the year ended 3 Assets Goodwill Plant &	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000	Apply	CMBBO
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General	wing liquidity rati atio ( ii) Quick ratio et of XYZ & Co for Amount (Rs.) 13,00,000 8,00,000	<ul> <li>(iii) Absolute lique</li> <li>the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp;</li> <li>Machinery</li> <li>Land &amp;</li> </ul>	ng balance nidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000	Apply	CMBB0
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General Reserve	wing liquidity rati atio ( ii) Quick ratio et of XYZ & Co for Amount (Rs.) 13,00,000 8,00,000 4,00,000	<ul> <li>(iii) Absolute lique</li> <li>or the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp;</li> <li>Machinery</li> <li>Land &amp;</li> <li>Building</li> </ul>	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000 10,00,000	Apply	CMBB0
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General Reserve P&L A/c 12% Debentures Creditors	Amount (Rs.)           13,00,000           4,00,000           6,00,000           8,00,000           3,80,000	<ul> <li>(iii) Absolute liquer of the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp; Machinery</li> <li>Land &amp; Building</li> <li>Furniture</li> <li>Inventory</li> <li>Bills</li> <li>Receivables</li> </ul>	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000 10,00,000 3,00,000 3,00,000 2,00,000	Apply	CMBBO
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General Reserve P&L A/c 12% Debentures	Amount (Rs.)           13,00,000           4,00,000           6,00,000           8,00,000	<ul> <li>(iii) Absolute lique</li> <li>or the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp;</li> <li>Machinery</li> <li>Land &amp;</li> <li>Building</li> <li>Furniture</li> <li>Inventory</li> <li>Bills</li> </ul>	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000 10,00,000 3,00,000 3,00,000	Apply	CMBB0
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General Reserve P&L A/c 12% Debentures Creditors	Amount (Rs.)           13,00,000           4,00,000           6,00,000           8,00,000           3,80,000	<ul> <li>(iii) Absolute liquer of the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp; Machinery</li> <li>Land &amp; Building</li> <li>Furniture</li> <li>Inventory</li> <li>Bills</li> <li>Receivables</li> </ul>	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000 10,00,000 3,00,000 3,00,000 2,00,000	Apply	CMBBO
sheet. (ii) Current ra Balance She Liabilities Equity share capital 6% Preference Share Capital General Reserve P&L A/c 12% Debentures Creditors Bank O.D	Amount (Rs.)           13,00,000           4,00,000           6,00,000           8,00,000           13,80,000           13,00,000           10,000           10,000           10,000           10,000           10,000           10,000           10,000           10,000           10,000           10,000	<ul> <li>(iii) Absolute liquer of the year ended 3</li> <li>Assets</li> <li>Goodwill</li> <li>Plant &amp; Machinery</li> <li>Land &amp; Building</li> <li>Furniture</li> <li>Inventory</li> <li>Bills</li> <li>Receivables</li> <li>Debtors</li> </ul>	ng balance uidity ratio: 1-12-2013 Amount(Rs.) 7,00,000 9,00,000 10,00,000 3,00,000 3,00,000 2,00,000 9,00,000	Apply	CMBBO

Dr Cr					
Particulars	Amount Rs.	Particulars	Amount Rs.		
To Opening stock	40,000	By Net sales	1,20,000		
To Purchases	70,000	By Closing stock	x 30,000		
To Wages	20,000				
To Gross profit	20,000				
	1,50,000		1,50,000		
To Office expenses	20,000	By Gross profit	20,000		
To Selling and Distribution expenses	20,000	By Sundry receipts	30,000		
To Net Profit	10,000				
Calculate i) Gross pro	v) Cost of go	ods sold ratio vi) Of	fice Expenses	Apply	CMBB
	fit ratio ii) N o v) Cost of go	ods sold ratio vi) Of	perating ratio fice Expenses	Apply	CMBB(
iv) Oper <mark>ating profit ratio</mark> Ratio from the following <b>Dr</b>	fit ratio ii) N o v) Cost of go Trading and Amount	ods sold ratio vi) Of	perating ratio fice Expenses punt: Amount	Apply	CMBBO
iv) Operating profit ratio Ratio from the following Dr Cr	fit ratio ii) N v) Cost of go Trading and	ods sold ratio vi) Of Profit and Loss Acco	perating ratio fice Expenses punt:	Apply	CMBB(
iv) Operating profit ratio Ratio from the following Dr Cr Particulars	fit ratio ii) N o v) Cost of go Trading and Amount Rs.	Profit and Loss Acco Particulars By Net sales By Closing	erating ratio fice Expenses ount: Amount Rs.	Apply	CMBBC
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock	fit ratio ii) N o v) Cost of go g Trading and Amount Rs. 50,000	Profit and Loss Acco Profit and Loss Acco Particulars By Net sales	Amount Rs. 2,20,000	Apply	CMBBC
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock To Purchases	fit ratio ii) N o v) Cost of go g Trading and Amount Rs. 50,000 60,000	Profit and Loss Acco Particulars By Net sales By Closing	Amount Rs. 2,20,000	Apply	CMBBO
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock To Purchases To Wages	fit ratio ii) N o v) Cost of go g Trading and Amount Rs. 50,000 60,000 30,000	Profit and Loss Acco Particulars By Net sales By Closing	Amount Rs. 2,20,000 30,000	Apply	CMBB(
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock To Purchases To Wages	fit ratio ii) N o v) Cost of go g Trading and Amount Rs. 50,000 60,000 30,000 1,10,000	Profit and Loss Acco Particulars By Net sales By Closing	Amount Rs. 2,20,000	Apply	CMBBC
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock To Purchases To Wages To Gross profit	fit ratio ii) N ov) Cost of go g Trading and Amount Rs. 50,000 60,000 30,000 1,10,000 2,50,000	Particulars By Net sales By Closing stock	Amount Rs. 2,20,000 30,000 2,50,000	Apply	CMBBO
iv) Operating profit ratio Ratio from the following Dr Cr Particulars To Opening stock To Purchases To Wages To Gross profit To Office expenses To Selling and Distribution	fit ratio ii) N ov) Cost of go g Trading and Amount Rs. 50,000 60,000 30,000 1,10,000 2,50,000 30,000	Particulars By Net sales By Closing stock By Gross profit By Sundry	Amount Rs.           2,20,000           30,000           2,50,000           1,10,000	Apply	CMBBO

## Prepared by: Dr.T. Vara lakshmi, Associate professor MBA