

Roll No.

Total No. of Pages : 04

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MCA (Sem.-1<sup>st</sup>)

**ACCOUNTING AND FINANCIAL MANAGEMENT**

Subject Code : MCA-104 (2012 Batch)

Paper ID : [B0131]

Time : 3 Hrs.

Max. Marks :100

**INSTRUCTION TO CANDIDATES :**

1. SECTIONS-A, B, C & D contains TWO questions each carrying TWENTY marks each and students has to attempt any ONE question from each SECTION.
2. SECTION-E is COMPULSORY carrying TWENTY marks in all.
3. Use of non-programmable scientific calculator is allowed.

**SECTION-A**

1. What is Double Entry system of book keeping? Explain the rules for debiting and crediting the account heads. Also briefly discuss the books be maintained as per double entry system of
2. Prepare final accounts from the following balances extracted from the books of M/s Tunip as on March 31, 2012 :

Rs.	Debit Balances		Credit Balances	
		Amount		Amount
Capital	Furniture	4,25,000	1,20,000	
	Building	2,05,000	Sales	2,72,000
	Salary	30,000	Interest Received	5,000
	Purchases	1,10,000	Creditors	15,000
	Wages	30,000	Bank Loan	13,000
	Depreciation	10,000		
	Rent Paid	12,000		
	Fuel	4,000		
	Tax paid	6,000		
	Electricity Charges	5,000		
		<i>contd ....</i>		<i>contd ....</i>

Opening stock	10,000	
Bad debts	5,000	
Machinery	1,80,000	
Return Inwards	3,000	
	<b>7,30,000</b>	<b>7,30,000</b>

Prepare trading and profit and loss account and balance sheet as on March 31, 2012 . Stock in hand on March 31, 2012, was Rs. 10,000.

### SECTION-B

3. What is a cash flow statement? Explain the advantages of cash flow statement.
4. From the following Information, you are required to calculate Current Ratio, Gross Profit Ratio, Return on Investment, Return on Equity and Debt/Equity for X & Sons :

**Trading profit and loss account of X & Sons  
for the year ending 31-03-2012**

<b>Particulars</b>	<b>Amount (Rs.)</b>	<b>Particulars</b>	<b>Amount (Rs.)</b>
To Opening Stock	10,000	By Sales	35,500
By Closing Stock	30,000		
To Wages	5,000		
To Gross Profits	20,000		
<b>Total</b>	<b>65,500</b>	<b>Total</b>	<b>65,500</b>
To Depreciation (Machinery)	2,000	By Gross Profits	20,000
To salary (one month's salary is outstanding)	6,000	By Interest Received on Investments	15,000
To interest on loan	1000		
To Net Profits	26,000		
<b>Total</b>	<b>35,000</b>	<b>Total</b>	<b>35,000</b>