

Reg. No.

--	--	--	--	--	--	--	--	--	--

Q.P. Code: 16MB702

R16

**SIDDHARTH INSTITUTE OF ENGINEERING & TECHNOLOGY:: PUTTUR
(AUTONOMOUS)**

MBA I Year I Semester (R16) Supplementary Examinations June 2017

FINANCIAL ACCOUNTING AND ANALYSIS

(For Students admitted in 2016 only)

Time: 3 hours

Max. Marks: 60

SECTION – A

(Answer all Five Units 5 x 10 = 50 Marks)

UNIT-I

1 What are the various accounting concepts? Explain them. 10M

OR

2 What is Accounting? How do you classify accounts? State the rules of
'debit and credit' with examples. 10M

UNIT-II

3 What is meant by depreciation? Explain about the straight line method and
diminishing balance methods in detail. 10M

OR

4 Journalise the following transactions in the books of Raju
Oct. 1: Raju started business with cash Rs. 1,00,000
Oct. 3: He paid into the Bank Rs. 3,000
Oct. 4: He purchased goods for cash Rs. 20,000
Oct. 6: He sold goods for cash Rs. 8,000
Oct. 8: He purchased furniture and paid by cheque Rs. 10,000
Oct. 10: He sold goods to Ashok Rs. 5,000
Oct. 13: He purchased goods from Amrit Rs. 10,000
Oct. 18: He withdrew cash from business for personal use Rs. 1000
Oct. 21: He paid telephone charges Rs. 800
Oct. 30: Paid for rent Rs. 2000 and salary to staff Rs. 4000 10M

UNIT-V

- 9 Describe in brief the major requirements of accounting standards related to valuation of inventories and depreciation accounting. 10M

OR

- 10 The following data has been taken from the balance sheet of Lakshmi Co. Ltd. and Dharma Co. Ltd. companies you are required to calculate Current ratio, Quick ratio and Absolute liquid ratio.

Particulars	Lakshmi Co. Ltd (Rs.)	Dharma Co. Ltd. (Rs.)
Cash	18,000	14,000
Debtors	1,42,000	3,20,000
Stock	1,80,000	5,40,000
Bills Payable	27,000	1,00,000
Creditors	15,000	12,500
Bank overdraft	90,000	1,12,500

10M

SECTION – B
(Compulsory Question)

- 11 **Case study:**

From the following details of M/s. Chandra Co. Ltd. Complete the balance sheet given below:

Sales	Rs. 4,00,000
Gross Profit	25%
Annual Credit Sales	80% of Sales
Current Ratio	2
Inventory Turnover	4
Fixed Assets Turnover	2
Average Collection Period	72 days
Cash to inventory	1 : 15
Bank overdraft to Trade Credit	2
Long term Debt to Current Liabilities	2

10M

Balance Sheet of Chandra Co. Ltd

Liabilities	Amount Rs.	Assets	Amount Rs.
Paid up Capital	1,28,000	Fixed Assets	?
Long Term Debt	?	Inventory	?
Trade Credit	?	Debtors	?
Bank Overdraft	?	Cash	?
Total	?	Total	?

*** END ***