

28/11/18

Note – Attempt all questions subject to internal choice
 Figures to the right indicate marks
 Use of simple calculator is permitted
 (Qn.paper for 60/40 and 75 marks)

1. The following are the Income statement and Balance Sheet of Amazon Ltd:

Income statement for the year ended 31.03.2018:

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Particulars	Rs.	Rs.
SALES		50,00,000
Less: Cost of goods sold:		
Opening stock	5,00,000	
Add: Purchases	<u>30,00,000</u>	
	35,00,000	
Less: Closing stock	<u>5,00,000</u>	
COST OF GOODS SOLD		30,00,000
GROSS PROFIT		20,00,000
Less : Operating expenses:		
Selling & Distribution	5,00,000	
Administration	<u>3,00,000</u>	
TOTAL OPERATING EXPENSES		8,00,000
NET PROFIT		12,00,000

Balance Sheet as on 31.03.2018:

	Rs.	Rs.	Rs.
TOTAL FUNDS EMPLOYED:			
i. PROPRIETARY FUNDS:			
Equity share capital		10,00,000	
Preference share capital		<u>4,00,000</u>	
Profit & Loss a/c		1,00,000	
SHAREHOLDERS' FUNDS			15,00,000
ii. LONG TERM LIABILITIES:			
Debentures		5,00,000	
Secured loans		<u>3,00,000</u>	
TOTAL LONG TERM LOANS			8,00,000
TOTAL SOURCES			23,00,000
TOTAL APPLICATIONS:			
i. Fixed assets:			
Land & Building		11,00,000	
Plant & Machinery		<u>4,00,000</u>	
			15,00,000
ii. Long term investment			1,00,000

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2. a. prefer

- (15)

Financial Management.

the objectives of Financial Management.

ails of Deloitte& Co., prepare a Cash budget

Rs.)	Purchases (Rs.)	Wages (Rs.)	exp
,000	84,000	10,000	
,000	1,00,000	12,000	
,000	1,04,000	8,000	
,000	1,06,000	10,000	
,000	80,000	8,000	

- (7)

Financial Management.

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Rs.)	Purchases (Rs.)	Wages (Rs.)	exp
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,000	1,00,000	12,000	
,000	1,04,000	8,000	
,000	1,06,000	10,000	
,000	80,000	8,000	

- (15)

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2. a. Discuss the features, advantages and disadvantages of Equity shares and preference shares. (15)

3. a. A Company submits the following details for 2016:

Month	Product X (units)	Product Y (units)	Product Z (units)
Oct	10,000	45,000	25,000
Nov	20,000	55,000	25,000
Dec	30,000	65,000	25,000

Selling price of the quarter was Rs. 20 per product X and Rs. 30 for product Y and Rs. 10 for Product Z.

Prepare a sales budget for the same quarter of 2017 assuming:

- Product X - Sales quantity decreases by 10% and Sales price increases by 20%.
- Product Y - Sales quantity increases by 10% and Sales price reduces by 20%.
- Product Z - No change

(15)

OR

- 3.a. What is a Break-even point? What are the assumptions on which Break-even analysis is based? (8)

- b. What are the different types of Leases? (7)

4. The operating results of Varaha Ltd. are:

	2016	2017
Particulars	Rs.	Rs.
Sales	6,00,000	8,00,000
Profit	1,00,000	1,50,000

- Calculate: a. P/V ratio b. Break-even point c. Margin of safety in 2017
d. Profit when sales are Rs. 10 lakhs
e. Sales required to earn a profit of Rs. 2,00,000. (15)

OR

4. a. Discuss the factors determining the Working capital requirement of a company. (8)

- b. What are the different types of Shares? (7)

- 5.a. Classify the following on the basis of: (15)

A. Functions:

- Exhibition expenses
- Printing & stationery
- Fuel oil

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- iv. Carriage outwards
v. Factory supervision

B. Traceability to product:

- i. Depreciation on office furniture
ii. Cloth used in a readymade garment
iii. Maida used in making Pasta
iv. After sales service
v. Secondary packaging

C. Change with respect to volume of output:

- i. Factory insurance
ii. Cost of mango in aamras.
iii. Office insurance charges
iv. Wages of a carpenter in furniture making unit
v. Air-conditioning cost of showroom

OR

5. Write short notes on any three:

15

- i. Angle of incidence
ii. Semi-variable costs
iii. Zero working capital
iv. Bearer Debentures
v. Wealth maximisation

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