

3/46

1701E1187

Candidate's Seat No : \_\_\_\_\_

MBA in BI Sem.-1 Examination

BI-102

FAM

January-2025

Time : 2-30 Hours]

[Max. Marks : 70

- Instructions :** (1) This paper contains **FIVE** questions.  
(2) All questions are compulsory.  
(3) Question No. **2, 3, 4** have internal options.  
(4) Figures in the right side in parenthesis indicate marks.

- Q:1** Explain AS-14 Accounting for Amalgamation. Also explain methods of accounting for Amalgamation and treatment of goodwill arising on Amalgamation. (14)
- Q:2** Given below are the balances of Pandian as on 31st March, 2016. (14)

Particulars	Debit(Rs.)	Credit(Rs.)
Capital	-	120000
Sundry Debtors and Creditors	22000	22500
Sales	-	59700
Drawing	2000	-
Cash in Hand	8200	-
Cash at bank	30000	-
Wages	2500	-
Purchase	10000	-
Opening stock	30000	-
Business premises	60000	-
Bill receivables	14500	-
Office telephone expenses	3500	-
General expenses	9000	-
Goodwill	10500	-
	<b>2,02,200</b>	<b>2,02,200</b>

**Adjustments:**

- The stock value at the end of the accounting period was Rs.5,000
  - Interest on capital at 6% is to be provided
  - Interest on drawing at 5% is to be provided
  - Write off bad debts amounting to Rs.2,000
  - Create provision for bad and doubtful debts on sundry debtors @ 10%
- Prepare final accounts for the year ended 31st March, 2016.

**OR**

- Q:2** What are final Accounts? What purpose do they serve? Explain the various accounts/statements which comprise the final account of the business entity? (14)
- Q:3** The following Trading and Profit and Loss Account of Fantasy Ltd. for the year 31-3-2000 is given below. Calculate: 1. Gross Profit Ratio 2. Expenses Ratio 3. Operating Ratio 1. Net Profit Ratio 5. Operating (Net) Profit Ratio 6. Stock Turnover Ratio. (14)

Particulars	Amount(Rs.)	Particulars	Amount(Rs.)
To opening stock	76,250	By sales	5,00,000
“ Purchases	3,15,250	“ Closing stock	98,500
“ Carriage and Freight	2,000		
“ Wages	5,000		
“ Gross Profit b/d	2,00,000		
	<b><u>5,98,500</u></b>		<b><u>5,98,500</u></b>
To Administration expenses	1,01,000	By Gross profit b/d	2,00,000
“ Selling and dist. Expenses	12,000	“ Non-operating incomes:	
“ Non-operating expenses	2,000	“ Interest on securities	2,500
“ Financial expenses	7,000	“ Dividend on shares	3,750
Net profit c/d	84,000	“ Profit on sale of shares	750
	<b><u>2,06,000</u></b>		<b><u>2,06,000</u></b>

OR

- Q:3** What do you understand by accounting ratios? Explain their various objectives. (14)
- Q:4** The summarized balance sheet of Bhadrash Ltd. as on 31.12.05 and 31.12.2006 are as follows: (14)

Liabilities	2005	2006	Assets	2005	2006
Share capital	4,50,000	4,50,000	Fixed asset	4,00,000	3,20,000
General reserve	3,00,000	3,10,000	Investment	50,000	60,000
P&L Account	56,000	68,000	Stock	2,40,000	2,10,000
Creditors	1,68,000	1,34,000	Debtors	2,10,000	4,55,000
Tax provision	75,000	10,000	Bank	1,49,000	1,97,000
Mortgage loan	-	2,70,000			
	<b>10,49,000</b>	<b>12,42,000</b>		<b>10,49,000</b>	<b>12,42,000</b>

Additional Details:

- Investment costing Rs.8,000 were sold for Rs.8,500
- Tax provision made during the year was Rs.9,000
- During the year part of fixed assets costing Rs10,000 was sold for Rs12,000 and the profit was included in P & L A/c.

You are required to prepare cash flow statement for 2006

**OR**

**Q:4** What is the purpose of preparing cash flow statement? How it is prepared? (14)

**Q:5 A.** Explain the Following Accounting Standards: (14)

1. Earning Per Share (AS-33)
2. Borrowing Cost (AS-16)

**B.** Ronak ltd. Of Mumbai sold goods worth \$1000000 to Donald ltd of America on 31st January 2014

Date	\$
01-02-2014	400000
01-03-2014	100000
30-03-2014	500000

Accounts are closed on 31st March every year. Exchange rate of \$1:

31-01-2014	Rs.61
01-02-2014	Rs.60
01-03-2014	Rs.62
30-03-2014	Rs.58

Pass Journal entries in the books of Ashima Ltd. For the year ended 31st March 2014

---