

VVM'S SHREE DAMODAR COLLEGE OF COMMERCE & ECONOMICS
TYBBA (FS), Semester V, SEMESTER END ASSESSMENT, Repeat April 2019
SUBJECT: FINANCIAL STATEMENT ANALYSIS.

Timing: 3 HOURS

Marks: 60

- Instructions:**
- i) *Q.1, Q.2 and Q.3 are Compulsory.*
 - ii) *Answer Any two from Q.4 to Q.6*
 - iii) *Figures to the right indicate maximum marks.*
 - iv) *Start each question on a fresh page.*

Q.1. Answer **Any Four** of the following:

(4*4=16 Marks)

- a) Advantages of financial Statement.
- b) Trend Analysis.
- c) Long term solvency ratios.
- d) Contents of Directors Report.
- e) Report and Compliance of Corporate Governance.

Q.2. Prepare a Common Size Balance Sheet and Common Size Profit and Loss A/c.

(12 Marks)

Particulars	Amount (Rs)	Particulars	Amount (Rs)
Equity Share Capital	700000	Plant and Machinery	860000
Reserves and Surplus	400000	Goodwill	280000
Cost of Raw Materials.	800000	Non Current Asset.	190000
Long term provision.	50000	Inventories.	70000
Trade Payable	30000	Trade Receivables.	70000
Creditors	40000	Cash and Cash Equivalents	50000
Long term liabilities.	300000	Revenue from operation.	1000000
Employees benefit expenses.	172000	Other Income	200000
Change in Inventories	(180000)		
Depreciation.	18000		
Other Expenses.	133000		
Tax	24000		

Q.3. Prepare Comparative Statement of Profit & Loss of Konica Company Ltd and interpret the same. (12 Marks)

Particulars	Amount (Rs) 2014	Amount (Rs) 2015
Revenue from operations.	1500000	1200000
Other Income.	80000	100000
Purchase of stock in trade.	600000	800000
Change in Inventories.	70000	80000
Employees benefit expenses.	60000	100000
Depreciation.	90000	70000
Other expenses.	50000	60000
Total Expenses.	870000	1110000
Profit before Tax	710000	190000
Tax	40000	60000

Q.4. Following is the Balance sheet of Rin Zim Ltd. As on 31st March 2015.

Calculate- (i)Quick Ratio (ii)Inventory to Working Capital ratio (iii)Debt Equity Ratio (iv)Proprietary Ratio (v)Capital Gearing ratio. (10 Marks)

Liabilities	Amount(Rs)	Assets	Amount(Rs)
Equity Share Capital	1000000	Goodwill (At cost)	500000
6% Preference Share Capital	500000	Plant & Machinery	600000
General Reserve	100000	Land & Building	700000
Profit & Loss A/c	400000	Furniture & Fixtures	100000
Provision for Tax	176000	Stock in Trade	600000
Bank overdraft	20000	Bills Receivables	30000
Creditors	80000	Debtors	150000
Bills Payable	124000	Bank	200000
12% Debentures	500000	Marketable Securities	20000
	2900000		2900000

Q.5. “Annual report is a comprehensive report on company’s activities” Explain.

(10Marks)

Q.6. Explain Corporate Governances with special reference to the Board of Directors and Audit Committee. (10 Marks)