

FINANCIAL STATEMENT ANALYSIS**Duration: 3 Hours****Max. Marks: 60****Instructions:**

- i) *All questions. are Compulsory.*
- ii) *Figures to the right indicate maximum marks.*
- iii) *Start each question on a fresh page.*

Q.1. Write a short note any Four of the following:**(4*4=16)**

- a) Trend Analysis
- b) Financial Statement Analysis
- c) Corporate Governance
- d) Extensible Business Reporting Language
- e) Ratio analysis

Q.2. From the following information of Hindustan Aeronautics Ltd, you are required to prepare Common Size Balance Sheet and Income Statement for the year ended 31-03-2017:

(12)

Particulars	Amount (Rs.)
Equity Share Capital	200000
Reserves & Surplus	1150000
Trade Payables	260000
Long term borrowings	1000000
Tangible Assets	1700000
Short term Loan and Advances	100000
Non Current Investments	480000
Trade Receivables	430000
Cash and Cash Equivalence	100000
Sales	1900000
Finance Cost	100000
Other Income	10000
Other Expenses	740000
Depreciation	600000

Q.3. From the following information of Bilcare Ltd , you are required to prepare Comparative Balance Sheet for the year 2016-2017 and give your comments. (12)

Balance Sheet as on 31st December 2016 and 2017

Liabilities	2016 Rs.	2017 Rs.	Assets	2016 Rs.	2017 Rs.
Share Capital:			Fixed Assets	180000	240000
Equity share capital	210000	500000	Current Investment	40000	160000
Reserve and Surplus	20000	360000	Prepaid Expenses	24000	20000
10% Debentures	200000	100000	Stock	536000	480000
Bank overdraft	90000	-	Debtors	160000	320000
Sundry creditors	400000	180000	Cash	20000	60000
Provision for taxation	50000	140000	Preliminary Expense	10000	-
	970000	1280000		970000	1280000

Q.4. Answer any two from the following:

(2*10=20)

A. Compute the ratio's from the given below information:

LIABILITIES	Rs.	ASSETS	Rs.
Equity Share Capital	250000	Goodwill	20000
6% Preference Share Capital	150000	Land and Building	250000
Profit & Loss A/C	15000	Plant and Machinery	175000
General Reserve	20000	Furniture	10000
5% Debentures	100000	Stock	90000
Sundry Creditors	28000	Sundry Debtors	21000
Bills Payable	12000	Cash at Bank	5000
		Preliminary Expenses	4000
	575000		575000

Other Information:

Total sales Rs.400000; out of which 20% are on credit. Gross Profit and Net Profit (after tax) for the year ended amounts to Rs.80000 and Rs. 20000 resp.

Calculate:

1. Current Ratio.
2. Quick Ratio.
3. Proprietary Ratio.
4. Stock Turnover Ratio
5. Net Profit Ratio.

B. State and Explain the component of Corporate Annual Report.

(10)

C. 'Value Added Statement is a supplement to the regular Profit and Loss Account'. Comment. (10)
