

Code No: 871AE

JAWAHARLAL NEHRU TECHNOLOGICAL UNIVERSITY HYDERABAD**MCA I Semester Examinations, May - 2022****ACCOUNTING AND FINANCIAL MANAGEMENT****Time: 3 Hours****Max.Marks:75**

Answer any five questions
All questions carry equal marks

1. What are the advantages of Double Entry System of Accounting? Write the benefits of automated systems. [15]
2. From the under mentioned Trial Balance of Jayason & Co., prepare Trading and Profit and Loss Account for the year ending 31st March, 2012.

Trial Balance as on 31st March, 2012

	Dr. (Rs.)	Cr. (Rs.)
Opening Stock	45,000	--
Capital Account	--	90,000
Plant and Machinery	85,000	--
Sundry Creditors	--	40,000
Furniture and Fixtures	7,500	--
Discount Received	--	3,500
Freehold premises	75,000	--
Bank overdraft	--	20,000
Purchases	1,50,000	--
Provision for Bad Debts	--	3,000
Salaries	14,000	--
Purchase Returns	--	1,500
Sundry Debtors	55,000	--
Sales (net)	--	3,37,070
Manufacturing Expenses	15,000	--
Manufacturing Wages	30,000	--
Carriage Inwards	2,000	--
Carriage Outwards	2,100	--
Administrative Expenses	10,000	--
Bad Debts	750	--
Interest and Bank Charges	625	--
Discount Allowed	750	--
Insurance	1,500	--
Cash at Bank	695	--
Cash in hand	150	--
	4,95,070	4,95,070

The following adjustments are required :

- a) Closing stock as on 31st March, 2012 was Rs. 57,000.
- b) Depreciation on Plant and Machinery @ 10%, Furniture and Fixtures @ 5%.
- c) Prepaid Insurance Rs. 500.
- d) Prepaid Salary Rs. 600.

[15]

3. Do you support the concepts of Profit Maximization and Wealth Maximization? Give Reasons. [15]

4. The following details are available from a company.

Liabilities	31-12-2012	31-12-2014	Assets	31-12-2012	31-12-2014
Share Capital	70,000	74,000	Cash	9,000	7,800
Debentures	12,000	6,000	Debtors	14,900	17,700
Reserve for Doubtful debts	700	800	Stock	49,200	42,700
Trade Creditors	10,360	11,840	Land	20,000	30,000
P&L A/c	10,040	10,560	Goodwill	10,000	5,000
	1,03,100	1,03,200		1,03,100	1,03,200

Prepare Cash Flow Statement with the following information:

a) Dividend paid total Rs. 3,500

b) Land was purchased for Rs. 10,000, Amount provided by amortization of goodwill Rs. 5,000.

c) Debentures paid off Rs. 6,000. [15]

5. What is the scope, nature and objectives of CVP Analysis? Give some examples. [15]

6. From the following information calculate the total cost: [15]

Direct Material	1,60,000
Direct Labour	52,000
Direct Expenses	10,000
Factory Overheads	45,000
Office and Administration Overheads	28,000
Selling and Distribution Overheads	33,000

7. What is a Cash Budget? Prepare a model of Cash Budget with imaginary figures. [15]

8. "Computerized Accounting System plays a vital role in the functioning of any Organization". Discuss. [15]

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