

Total No. of Questions : 4]

SEAT No. :

PC1131

[6316]-306

[Total No. of Pages : 3

T.Y. B.B.A.

505-B : ANALYSIS OF FINANCIAL STATEMENTS

(2019 Pattern) (CBCS) (Semester - V)

Time : 2½ Hours]

[Max. Marks : 50

Instructions to the candidates:

- 1) *Q.1 is compulsory.*
- 2) *Answer any Two questions from the remaining.*
- 3) *Use of calculator is allowed.*

Q1) Fill in the blanks:

[5]

- a) Acid Test ratio can also be termed as _____ ratio.
- b) _____ is the end product of financial accounting system and it may be described as a portrait of the financial performance of the company.
- c) Loss from operations has to be shown under _____ side of Fund flow statement.
- d) _____ is a process of evaluating the relationship between component parts of a financial statement to obtain a better understanding of a firm's position and performance.
- e) Equity share capital + Preference share capital + Reserves & Surplus - Fictitious Assets is collectively termed as _____.

Q2) Write short notes: (Any Three)

[15]

- a) Importance of Financial Statements
- b) Liquidity Ratios
- c) Application of Funds
- d) Trend Analysis
- e) Common Size Statements

OR

What is financial Statements Analysis? Discuss the types of Financial Analysis.[15]

P.T.O.

- Q3)** Following is the Balance sheet of RUD Ltd, Badlapur for the year ended 31st March 2024. **[15]**

Liabilities	Amount	Assets	Amount
Equity Share Capital	10,00,000	Goodwill (at cost)	5,00,000
6% Pref. Share Capital	5,00,000	Plant and Machinery	6,00,000
General Reserves	1,00,000	Land and Building	7,00,000
Profit & loss A/C	4,00,000	Furniture	1,00,000
Provision for Taxation	1,76,000	Inventories	6,00,000
Bills Payable	1,24,000	Bills Receivable	30,000
Bank Overdraft	20,000	Sundry Debtors	1,50,000
Sundry Creditors	80,000	Bank	2,00,000
12% Debentures	5,00,000	Investment Short term	20,000
Total	29,00,000		29,00,000

Calculate the following ratios:

- Current Ratio
- Liquid Ratio
- Absolute liquidity Ratio
- Current assets to Fixed Assets Ratio
- Debt Equity Ratio
- Proprietary Ratio
- Capital Gearing Ratio Fixed
- Fixed Assets Ratio

- Q4)** From the following Balance Sheets of XYZ Ltd, Gujarat, prepare Fund Flow Statement **[15]**

Balance Sheets of XYZ Ltd, Gujrat as on 31.3.2023

Liabilities	2022	2023	Assets	2022	2023
Equity Share Capital	3,00,000	4,00,000	Goodwill	1,15,000	90,000
8% Redeemable Pref. Share Capital	1,50,000	1,00,000	Land	2,00,000	1,70,000
Reserves	40,000	70,000	Plant	80,000	2,00,000
Profit & Loss A/c	30,000	48,000	Debtors	1,60,000	2,00,000
Proposed Dividends	42,000	50,000	Stock	77,000	1,09,000
Creditors	55,000	83,000	Bills Receivables	20,000	30,000
Bills Payable	20,000	16,000	Cash	15,000	10,000
Provision for Taxes	40,000	50,000	Bank	10,000	8,000
Total	6,77,000	8,17,000	Total	6,77,000	8,17,000

Additional Information:

- a) Depreciation has been charged on plant and land and building Rs. 10,000 and 20,000 respectively in 2022-23
- b) Interim Dividend Paid Rs. 20,000. Has been paid in 2022-23
- c) Income Tax paid during the 2022-23 - Rs. 35,000.

OR

Prepare a Cash Flow statement from the following particulars. **[15]**

Following are the Balance sheet of Rajvirayan LTD Gangapur as on 31.3.2023

Liabilities	2022	2023	Assets	2022	2023
Share Capital	1,00,000	1,60,000	Fixed Assets - Cost	1,52,000	2,00,000
Retained Earnings	70,250	85,300	Inventory	93,400	89,200
Accumulated Depreciation	60,000	40,000	Debtors	30,800	21,100
12% Debenture	50,000	-	Prepaid expenses	3,950	3,000
Creditors	28,000	48,000	Bank	28,100	20,000
	3,08,250	3,33,300		3,08,250	3,33,300

Additional Information:

- a) Net profit is Rs. 27,050.
- b) Depreciation charged Rs. 10,000.
- c) Cash dividend declared during the period Rs. 12,000.
- d) An addition to the building was made during the year at a cost of Rs. 78,000 and fully depreciated equipment costing Rs. 30,000 was discarded as no salvage being realized.

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