

APRIL 2022

72235/BB22B

Time : Three hours

Maximum : 75 marks

PART A — (10 × 2 = 20 marks)

Answer any TEN questions.

1. Write the scope of Management accounting.
2. Define Cost accounting.
3. What is comparative income statement?
4. What is Trend analysis?
5. Define Liability.
6. What is Quick asset?
7. What is meant by Funds?
8. Define Cash flow.
9. Highlight the importance of Capital budgeting.
10. What is Cost of capital?
11. What is profitability ratio?
12. List any four applications of funds.

I BBA → Management Accounting

PART B — (5 × 5 = 25 marks)

Answer any FIVE questions.

13. What are the functions of Management accounting?
14. What are the problems involved in Financial statement analysis?
15. List out the limitations of the ratio analysis.
16. Explain the usefulness of Cash flow statement.
17. Elucidate the advantages of traditional methods of Capital budgeting.
18. What are the merits and demerits of budgetary control?
19. Draft the proforma of the funds flow statement.

PART C — (3 × 10 = 30 marks)

Answer any THREE questions.

20. What is Management accounting? How it is different from Financial accounting?
21. What do you understand by financial statements? Explain the importance of financial statements.

22. What ratios are to be worked out to study the capital structure and leverage of a company?

23. Explain the differences between the Funds flow statement and Cash flow statement.

24. A project initially costs 50,000. It generates the following cash flows:

Year	1	2	3	4	5
Cash inflows (₹)	18,000	16,000	14,000	12,000	10,000
Present value of ₹1 @ 10%	.909	.826	.751	.683	.621

Taking the cut-off rate @ 10%, suggest whether the project should be accepted or not.