

Exam. Code : 115304
Subject Code : 4639

B.Com. (Financial Services) 4th Semester
MANAGEMENT ACCOUNTING AND AUDITING
Paper—I

Time Allowed—2 Hours] [Maximum Marks—50

Note :—There are **EIGHT** questions of equal marks.
Candidates are required to attempt any
FOUR questions.

1. What is Management Accounting ? Explain nature of Management Accounting. How is it different from Financial Accounting ?
2. Explain Common Size Statements and Comparative Statements as tools of financial analysis.
3. Explain the various profitability ratios. Support your answer with practical illustrations.
4. Liabilities and Assets of a company for the year ended 31st March, 2017 and 31st March, 2018 are as below :

Particulars	31st March 2017 (Rs.)	31st March 2018 (Rs.)
Liabilities		
Equity Share Capital	60,00,000	60,00,000
General Reserve	30,90,000	34,10,000
Surplus Account	1,50,000	1,80,000
9% Debentures	—	15,00,000
Sundry Creditors	1,30,000	3,70,000
Proposed dividend	1,80,000	—
	95,50,000	1,14,60,000

Particulars	31st March 2017 (Rs.)	31st March 2018 (Rs.)
Assets		
Land and building less depreciation	14,20,000	17,50,000
Plant and Machinery less depreciation	31,00,000	37,50,000
Furniture and Fixture less depreciation	8,40,000	9,80,000
Investments	50,000	60,000
Stock	3,40,000	4,20,000
Debtors	30,00,000	36,00,000
Cash and Bank	8,00,000	9,00,000
	95,50,000	1,14,60,000

Additional information for the year ended 31st March, 2018 :

- (i) Dividend of Rs. 1,80,000 for the year ended 31st March, 2017 was paid during 2018.
- (ii) Investments costing Rs. 10,000 was sold for Rs. 12,000.
- (iii) Depreciation on Assets for the year ended 31st March, 2018 was charged to statement of Profit and Loss Account as follows :

Land and Building	Rs. 42,000
Plant and Machinery	Rs. 4,74,000
Furniture and Fixture	Rs. 1,84,000

(iv) Sale of Fixed Assets :

Machinery : Sales Value Rs. 1,00,000
(WDV Rs. 2,20,000)

Furniture : Sales Value Rs. 30,000
(WDV Rs. 20,000)

Prepare Cash Flow Statement using indirect method for the year ended 31st March, 2018. Show your workings in the relevant Ledger Accounts.

5. What is Cost Audit ? Give its scope. How is it different from Financial Audit ?
6. Write notes on :
 - (a) Internal Audit
 - (b) Efficiency Audit
7. Give rules regarding appointment and qualifications of Statutory Auditor.
8. Write a note on professional misconduct of Statutory Auditor.