

HOSPITAL ADMINISTRATION

Accounting in Health Care

Q.P. CODE: 8714

Your answers should be specific to the questions asked.

Draw neat, labeled diagrams wherever necessary.

LONG ESSAY

1 X 20 = 20 Marks

1. From the following Balance sheet of Fortis Ltd., Prepare a funds flow statement.

Particulars	31 st December 2014	31 st December 2015
Assets		
Cash in hand and bank	35,000	75,000
Accounts receivable	98,000	90,000
Stock	87,000	1,20,000
Land	20,000	30,000
Long term investments	15,000	10,000
	2,55,000	3,25,000
Capital and liabilities		
Equity capital	1,25,000	1,50,000
Accounts payable	70,000	1,00,000
General reserve	60,000	75,000
	2,55,000	3,25,000

SHORT ESSAY (Answer any Seven)

7 X 10 = 70 Marks

2. The following is the balance sheet of Citadel Ltd., as on 31st December 2012.

Liabilities	Rs.	Assets	Rs.
Equity capital	48,000	Plant and machinery	90,000
Profit and Loss a/c	12,000	Sundry debtors	18,000
Debentures	30,000	Stock	24,000
Sundry creditors	46,800	Cash in bank	4,560
Taxation provision	1,200	Prepaid insurance	1,440
	1,38,000		1,38,000

a) Calculate (i) Current ratio (ii) Quick ratio (iii) Debt-equity ratio

b) Advise the management on company's financial issues.

- Explain computerized accounting in hospitals.
- Explain briefly contribution pricing and competition pricing.
- Explain different types of budget in hospital.
- List out and explain the different financial statements that are required by CEO of a hospital.
- Accounting standards plays a vital role in taking transparent accounting decision. Explain.
- While variable cost are controllable fixed cost are not. Comment.
- Explain standard costing and its applications in hospital.

SHORT ANSWERS (Answer any Five)

05 X 02 = 10 Marks

- Write a brief note on full cost pricing.
- Write a note on opportunity cost.
- What is master budget?
- Briefly explain acid test ratio.
- Write a short note on function budget.
- What is rate revision?

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