

**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 31
- st
- 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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