

R13

Code No: 811AE

JAWAHARLAL NEHRU TECHNOLOGICAL UNIVERSITY HYDERABAD**MCA I Semester Examinations, July/August - 2021****ACCOUNTING AND FINANCIAL MANAGEMENT****Time: 3 Hours****Max. Marks: 60**

Answer any five questions
All questions carry equal marks

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1. What is Double Entry System of Accounting? Explain in detail the advantages of using Double Entry System of Accounting. [12]
- 2.a) What is journal? How does it differ from ledger?
b) Mr. Ramnath commenced business with the following items; pass the opening entries in a journal book as on 1st January 2011. [6+6]
Cash Rs. 30,000
Stock Rs. 15,000
Furniture Rs. 3,000
Sundry creditors Rs.10,000.
3. What is Financial Management? Discuss in detail the Objectives and scope of Financial Management? [12]
- 4.a) Explain the concept of Time Value of Money.
b) Discuss about Weighted Average Cost of Capital. [6+6]
- 5.a) What is a Ratio? Explain in detail the advantages and limitations of a Ratio Analysis.
b) Honda Ltd. has a current ratio of 3.5:1 and quick ratio of 2:1. If excess of current assets over quick assets represented by inventories is Rs. 24,000, calculate current assets and current liabilities. [8+4]
6. Explain Fund Flow Statement with its Importance. Discuss statement of Sources and application of funds in Fund Flow Statement. [12]
7. What is CVP analysis? Explain in detail the importance and limitations of CVP analysis. [12]
8. What is Capital Budget Process? Explain the various steps in this process. [12]

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