

Roll No. ....

**ED–2878**

**B. C. A. (Part III) EXAMINATION, 2021**

Paper Eighth

FINANCIAL MANAGEMENT AND ACCOUNTANCY

*Time : Three Hours*

*Maximum Marks : 50*

*Minimum Pass Marks : 20*

**Note :** Attempt all the *five* questions. One questions from each Unit is compulsory. All questions carry equal marks. Only simple calculator is allowed not scientific calculator.

**Unit—I**

1. What do you understand by ‘Accounting Principles’ ?  
Explain the characteristics of ‘Accounting Principles’.

*Or*

Prepare profit and loss account of Shyam Bros. for the year ended 31st march 2018 from the balances given :

Sales	₹ 85,000
Purchases	₹ 50,000
Opening Stock	₹ 27 ,000
Advertisement	₹ 2,000
Railway freight	₹ 11,000

**P. T. O.**

Rent	₹ 1,000
Bad debts	₹ 1,000
Wages	₹ 1,200
Depreciation	₹ 2,400
Interest (Dr.)	₹ 1,400
Closing stock	₹ 25,000

### Unit—II

2. What is Ratio Analysis ? Explain its objects and limitations.

*Or*

What is meant by cost accounting ? Explain its need to a producer.

### Unit—III

3. What is Break-Even-Analysis ? What are its uses ?

*Or*

Find out Break-Even Point in units from the following information :

Fixed cost	₹ 6,00,000
Variable cost	₹ 4,40,000
Sales	₹ 11,00,000
Units sold	22000 units

### Unit—IV

4. What do you understand by Budgeting ? What are the main objectives of Budgeting ?

*Or*

What is Cash Budget ? Explain its importance.

**[ 3 ]**

**Unit—V**

5. What are the differences between Job Casting and Process Costing ?

*Or*

What is meant by variable costing ? Explain its usefulness as a tool for decision-making.