Dr. BabasahebAmbedkar Open University
Term End Examination July – 2019

Course	:	**PGDF**	**Date**	:	**17/07/2019**
Subject Code	:	**PGDF-101**	**Time**	:	**03:00pm to 06:00pm**
Subject Name	:	**Financial Accounting**	**Duration**	:	**03 Hours**
			Max. Marks	:	**70**

Section A

Answer the following (Attempt any three) **(30)**

1. What is ratio analysis and express the classification of ratios.
2. Explain any four provisions affecting Partnership account.
3. What is Financial Accounting? Write down the benefits of the same.
4. Explain the limitations of Financial Statement.
5. Write the difference between Receipt & Payment account and Income & Expenditure account

Section B

Answer the following (Attempt any four) **(20)**

1. Explain classification of Bill of Exchange in detail.
2. Define depreciation. Explain causes of depreciation.
3. Explain WDV method of depreciation in detail.
4. Explain various determinants of working capital.
5. Discuss the difference between joint venture and partnership.
6. What is the difference between Joint venture and Consignment?

Section C

Part – A (Multiple Choice Questions) **(10)**

1 _____ is liquid current asset

A Stock B Debtors
C Cash D Furniture

2 _____ is one of key component of master budget prepared by a company

A Cash flow B Fund flow
C Cash budget D Operating budget

3 _____ finance is required to buy fixed assets for a long period

A Short term B Long term
C Liquid D None of the above

4 _____ is liquid current asset

A Stock B Debtors
C Cash D Furniture

5 _____ is one of key component of master budget prepared by a company

A Cash flow B Fund flow
C Cash budget D Operating budget

6 _____ finance is required to buy fixed assets for a long period

A Short term B Long term
C Liquid D None of the above

7 Profit and loss account gives details about

A Net profit B Profit prior to incorporation
C Gross profit D Capital reserve

8 _____ are incurred for arranging for finance necessary for running the business.

A Financial expenses B Recurring expenses
C Operating expenses D None of the above

9 _____ means the process of converting raw material into finished products

A Manufacturing cycle B Working capital cycle
C Business cycle D None of the above

10 The two components of _____ are current assets and current liabilities

A Working capital B Fund flow
C Cash flow D Depreciation

Part – B (Do as Directed) (10)

1 GAAP stands for?
2 What is closing stock?
3 What is manufacturing account?
4 What is joint venture agreement?
5 Straight Line method of depreciation is also called as?
6 What are operating activities in cash flow statement?
7 Name the two concepts of working capital.
8 Explain overdraft.
9 ICICI stands for?
10 NYSE stands for?