

SE205CS - Finance and Accounting

P. Pages : 2

Time : Three Hours



GUG/W/24/13810

Max. Marks : 80

- Notes :
1. All questions carry equal marks.
 2. Assume suitable data wherever necessary.
 3. All questions are compulsory.

1. a) What do you mean by Assets? How do you classify them? 8
- b) Discuss the importance of Bank Reconciliation in ensuring the accuracy of financial record. 8

OR

2. a) Discuss the stages involved in the accounting cycle and their respective functions. 8
- b) Describe the structure and purpose of a ledger in financial accounting. 8
3. a) How do you measure profit? Explain all the variables in the Profit measuring equation in detail. 8
- b) Define a trading account and explain its purpose in the preparation of final accounts. 8

OR

4. a) Discuss the purpose of a profit and loss account in the financial reporting process. 8
- b) List the different levels of Profits and explain each level in detail. 8
5. a) Identify the different types of participants in capital markets and their respective roles. 8
- b) Define the components of a financial system and explain their respective roles in the economy. 8

OR

6. a) Define the money market and explain its functions. 8
- b) Explain the significance of liquidity and risk management in financial markets. 8

7. a) Explain the concept of the time value of money and its significance in capital budgeting decisions. 8
- b) Discuss the Accounting Rate of Return (ARR) method and its application in capital budgeting. 8

OR

8. a) State and explain the process of capital budgeting in detail. 8
- b) Define the payback period method and discuss its strengths and limitations. 8
9. a) Discuss the significance of profitability ratios in evaluating a company's overall performance. 8
- b) Explain how financial statement analysis can inform investment decisions and corporate strategy. 8

OR

10. a) Discuss the various users of financial statement analysis and their respective objectives. 8
- b) Explain the concept of ratio analysis and its significance in financial statement analysis. 8
