

**MASTER OF COMPUTER
APPLICATIONS (M.C.A.)**

Term-End Examination

June, 2024

**MCS-035 : ACCOUNTING AND FINANCIAL
MANAGEMENT**

Time : 3 Hours

Maximum Marks : 100

Note : *Question No. 1 is compulsory and carries 40 marks. Attempt any three questions from the remaining questions which carry 20 marks each.*

1. (a) Explain the following terms : $4 \times 5 = 20$
- (i) Social Responsibility Accounting.
 - (ii) Inflation Accounting
 - (iii) Accounting Standards in India
 - (iv) Objectives of Preparing Trial Balance

P. T. O.

2. The capital of Fortune company is as follows :

8% preference shares of ₹ 10 each	4,00,000
Equity shares of ₹ 10 each	10,00,000

The Accountant has ascertained the following information :

Profit after tax at 60%	5,40,000
Depreciation	90,000

Equity Dividend Paid 15%

Market Price Per Equity share ₹ 40

You are required to calculate : $4 \times 5 = 20$

- (a) The dividend yield on equity shares.
 - (b) The cover for the preference shares.
 - (c) The Earnings per share
 - (d) The Price-earnings Ratio
3. State the meaning and importance of cash flow statement. How is cash flow statement cash prepared ?

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4. What do you mean by working capital ?
Describe its various sources. 20
5. Write short notes on the following : $4 \times 5 = 20$
- (a) Economic Order Quantity
 - (b) Short term investment opportunities
 - (c) Credit Policy Variables
 - (d) Agency Relationship
6. Describe the types of investment decisions and discuss the stages of capital budgeting process. Explain the non-discounts cash flow investment valuation criteria. 20