

MALABAR CHRISTIAN COLLEGE
Department of Commerce - Finance
Third Semester Internal Examination, September 2025
Minor 6 - Financial Statement Analysis And Cost Audit
 Course Code: COM3MN204

Time: 1 Hour

Max Marks:35

Name, Roll No and Class	Section A	Total Marks
	Section B	
	Section C	

Section A

(Each question carries 3 marks, max marks for section 7)

1. Describe any 5 applications of Learning curve techniques
2. What do you understand by perpetual inventory system?
3. What are the objectives of ratio analysis?

Section B

(Each question carries 6 marks, max marks for section 18)

4. Differentiate cost control and cost reduction
5. Calculate Debtors Turnover Ratio from the following data

Total sales for the year Rs 175,000

Cash sales 20% of total sales

Sales Return(out of credit sales) 20,000

Sundry Debtors: opening - 8,000, Closing - 12 000

6. Classify following activities into operating activities, investing activities and financing activities

A) Issue of debentures D) Sale of machinery

B) Sale of investment E)Sale of patent

C) Bank balance F)Investment in marketable securities

7. Calculate Current liabilities, Current assets, Liquid assets and working capital

Current ratio = 1.6:1 Quick Ratio = 1.1:1 Stock = Rs 50,000

Section C

(Answer any one question. Each question carries 10 marks)

8. What is cost control? Explain techniques of cost control
9. Balance sheet of M/s. Sindya and Bindya as on 1.1.2025 and 31.12.2025 were as follows

Balance Sheet

Liabilities	1.1.25	31.12.25	Assets	1.1.25	31.12.25
Creditors	40 000	44 000	Cash	10 000	7 000
Sindya's Loan	25 000	---	Debtors	30 000	50 000
Loan from bank	40 000	50 000	Stock	35 000	25 000
Combined capital	125000	153000	Machinery	80 000	55000
			Land	40 000	50 000
			Building	35 000	60 000
	230000	247000		230000	247000

During the year machine costing Rs 10,000 (accumulated depreciation Rs 3 000) was sold for Rs 5000. The provision for depreciation against machinery on 1.1.2025 was Rs 25,000 and on 31.12.2025 Rs 40,000. Net profit for the year 2025 amounted to Rs 45,000. You are required to prepare Fund Flow Statement