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Mid Term Examinations - October 2026

Date: 07/10/2026 **Time:** 02:00 PM - 03:30 PM

Course Code: COM3039 **Course Name:** Management Accounting

Semester: Fifth Semester **Max. Marks:** 50 **Weightage:** 50%

CO - Levels	CO1	CO2
Marks	26	64

PART A: Answer Following Questions. 10 M

Q.N.	Questions	M	CO	BT
1	**Define Management Accounting.**	2	CO1	BT1
2	**Define Financial Statement Analysis.**	2	CO1	BT1
3	**State two objectives of Management Accounting.**	2	CO1	BT1
4	**The following information of a company is given:** **• Current Ratio = 3 : 1** **• Acid-Test Ratio = 2 : 1** **• Current Liabilities = ₹60,000** **Find out:** **(a) Current Assets** **(b) Liquid Assets**	2	CO2	BT3
5	**Define Solvency Ratio.**	2	CO2	BT1

PART B : Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT
6	Explain the differences between Financial Accounting and Management Accounting.	10	CO2	BT2
7	**Explain the Functions of Management Accounting.**	10	CO1	BT2

PART C: Answer Any 1 Following Questions. 10 M

Q.N.	Questions	M	CO	BT

PTO (Please Turn Over)

8	From the following information, prepare a Comparative Statement of Profit and Loss of M/s. Sunrise Ltd. **Particulars** / **31st March 2021 (₹)** / **31st March 2020 (₹)** **A. Revenue from Operations (Sales)** 6,00,000 4,50,000 **B. Sales Returns** 3,00,000 1,50,000 **C. Cost of Material Consumed (% of Net Revenue from Operations)** 50% 60% **D. Other Expenses (% of Net Revenue from Operations - Cost of Material)** 10% 20% **E. Rate of Income Tax** 25% 25%	10	CO2	BT3
9	**From the following particulars obtained from the records of M/s. Greenfield Ltd., prepare a Common Size income Statement :** **Particulars** / **31.3.2022 (₹)** / **31.3.2021 (₹)** Revenue from Operations (Sales) 75,00,000 50,00,000 Purchases of Stock-in-Trade 45,00,000 30,00,000 Change in Inventories **-5,00,000** 3,00,000 Other Income 3,00,000 2,00,000 Other Expenses 2,00,000 1,50,000 Income Tax (Rate) 30% 35%	10	CO1	BT3

PART D: Answer Any 1 Following Questions. 10 M				
Q.N.	**Questions**	**M**	**CO**	**BT**
10	(a) If Mango Company Ltd.'s Current Ratio is 4.5 : 1, Quick Ratio is 3 : 1, and Inventory is ₹40,000, what are its Current Liabilities? (b) If Grapes Company Ltd.'s Inventory is ₹50,000, Total Current Liabilities are ₹1,00,000, and Quick Ratio is 1.5: 1, calculate the Current Ratio. (c)If Pineapple Company Ltd.'s Current Liabilities are ₹30,000, Quick Ratio is 2: 1, and Inventory is ₹15,000, calculate the Current Assets.	10	CO2	BT3
11	**The following extracts from the Balance Sheet of M/s. Chennai Industries Ltd. as at 31-03-2022 are given:** **Particulars** / **₹** **I. Equity and Liabilities** **Shareholders' Funds** Equity Share Capital 4,00,000 8% Preference Share Capital 1,50,000 Reserves and Surplus 75,000 **Non-Current Liabilities** 10% Debentures 2,50,000 Long-term Loans 25,000 **Current Liabilities** 2,00,000 **Total** **9,00,000** **II. Assets** Fixed Assets 5,50,000 Investments 75,000 Current Assets 2,75,000 **Total** **9,00,000** **You are required to calculate:** **(a) Debt-Equity Ratio** **(b) Proprietary Ratio** **(c) Solvency Ratio** **(d) Fixed Assets Ratio** **(e) Current Assets to Proprietors' Funds Ratio**	10	CO2	BT3

PART E: Answer Any 1 Following Questions. 10 M				
Q.N.	**Questions**	**M**	**CO**	**BT**
12	**Calculate the following ratios from the Balance Sheet of M/s. Karnataka Industries Ltd. as at 31-03-2026:** **Particulars** — **Amount** **Equity and Liabilities** — **₹** Equity Share Capital (Shares of ₹10 each) — 1,20,000 Reserves — 30,000 P & L A/c — 20,000 Secured Loan — 90,000 Sundry Creditors — 60,000 Provision for Taxation — 20,000 **Total** — **3,40,000** **Assets** — **₹** Goodwill — 50,000 Fixed Assets — 1,70,000 Stock — 40,000 Debtors — 35,000 Advances — 15,000 Cash Balance — 30,000 **Total** — **3,40,000** The sales for the year ended 31-03-2026 were ₹6,80,000. **Calculate:** 1. Debt-Equity Ratio 2. Acid-Test Ratio 3. Fixed Assets Turnover Ratio	10	CO2	BT3

13	**M/s. Chennai Ltd. has submitted the following Balance Sheet for the year ending 31-03-2026:** **Balance Sheet of M/s. Chennai Ltd.** **Particulars** **Amount** **Equity and Liabilities** **₹** Equity Capital 1,80,000 Revenue Reserves 40,000 10% Debentures 30,000 Sundry Creditors 60,000 **Total** **3,10,000** **Non -Current Assets** **₹** Fixed Assets 1,90,000 **Current Assets:** Stock 30,000 Debtors 55,000 Bills Receivable 3,000 Bank 32,000 **Total** **3,10,000** **Find the Current Ratio and Liquidity Ratio and comment on the financial condition of the company.**	10	CO2	BT3