

[LN 1018]

OCTOBER 2018

Sub. Code: 5023

MASTER OF HOSPITAL ADMINISTRATION EXAMS
(Candidates admitted in 2017-2018)
FIRST YEAR
PAPER III – FINANCIAL AND MANAGEMENT ACCOUNTING
IN HEALTHCARE

Q.P. Code : 435023

Time : Three hours

Maximum : 100 Marks

I. Elaborate on:

(2 x 20 = 40)

1. From the following information of Alex Enterprises Prepare Trading, Profit and Loss and Balance Sheet as on 31.12.2014.

Particulars	Rs.
Land and Building -	42,000
Capital -	R62,000
Machinery -	20,000
Sales -	98,780
Patents -	7,500
Returns Outwards -	500
Opening Stock -	5,760
Creditors -	6,300
Debtors -	14,500
Bills payable -	9,000
Purchases -	40,675
Cash in hand -	3,170
Return inwards -	680
Wages -	8,480
Fuel -	4730
Carriage on sales -	3,200
Carriage on purchases -	2,040
Salaries -	15,000
General Expenses -	3,000
Insurance -	600
Drawings -	5,245

Adjustments

- Stock on 31/12/15 was Rs.6,800
 - Salary outstanding Rs.1,500
 - Insurance Prepaid Rs.150
 - Depreciate Machinery at 10% and Patents at 20%
 - Create a provision of 2% on debtors for bad debts.
2. Elaborate the advantages and limitations of ratio analysis.

II. Write notes on:

(10 x 6 = 60)

1. What are tools and techniques of management accounting?
2. Explain the different types of budgets.
3. The following figures of sales and profit for 2 periods are available in respect of LL Enterprises.

	Sales	Profit
Period - I	140000	15000
Period - II	160000	20000

You are required to find out .

- a) P/V Ratio.
 - b) Fixed cost.
 - c) Sales required to earn a profit of Rs.40000.
4. Explain net present value method.
 5. Total Sales – Rs. 500000, Cash sales – Rs.40000, Sales returns – Rs.20000, Debtors – Rs.80000, Bills receivable – Rs.20000 Calculate debtor's turnover ratio and Average collection period.
 6. What do you mean by rights issue of shares?
 7. Write a note on Receivables management.
 8. A Project cost Rs.100000 and yields a profit if Rs.16000 after depreciation at 12% p.a but before tax at 50% calculate payback period.
 9. Explain debt financing.
 10. Write a note on cash flow statement.
