

THIRD SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025

(FYUGP)

CC24UCOP3MN204 - FINANCIAL STATEMENT ANALYSIS AND COST AUDIT

(B.Com. Professional - Minor Course)

(2024 Admission - Regular)

Time: 2.0 Hours

Maximum: 70 Marks

Credit: 4

Part A (Short answer questions)Answer ***all*** questions. Each question carries 3 marks.

1. What do you mean by ratio analysis? [Level:2] [CO2]
2. What are social benefits? [Level:2] [CO1]
3. Define social cost benefit analysis. [Level:2] [CO1]
4. Differentiate between social audit and management audit. [Level:2] [CO3]
5. Explain key elements of cost audit programme. [Level:2] [CO3]
6. What is the threshold criteria to determine the applicability of cost records for maintenance and cost audit? [Level:2] [CO3]
7. What is proprietary cost audit? [Level:2] [CO3]
8. Discuss the difference between gross concept and net concept. [Level:2] [CO4]
9. How to compute the duration of operating cycle? [Level:2] [CO4]
10. Define variable working capital. [Level:2] [CO4]

(Ceiling: 24 Marks)**Part B (Paragraph questions/Problem)**Answer ***all*** questions. Each question carries 6 marks.

11. Determine the value of closing stock from the following details: Sales: Rs. 4,00,000; G/P ratio: 10% on sales; Stocks velocity: 4times. Closing stock was Rs. 10,000 in excess of opening stock. [Level:2] [CO2]
12. What are the different types of learning curve? [Level:2] [CO1]
13. What are the advantages of social cost benefit analysis? [Level:2] [CO1]

14. What are the benefits of learning curve? [Level:2] [CO1]

15. From the following Profit and Loss Account, you are required to compute cash from operating activities: [Level:2] [CO2]

Profit and Loss A/c for the year			
Salaries	2,500	Gross profit	12,500
Rent	500	Profit on sale of land	2,500
Depreciation provision	1,000	Income tax refund	1,500
Loss on sale of plant & mach.	500		
Goodwill written off	2,000		
Proposed dividend	2,500		
Provision for taxation	2,500		
Net profit	5,000		
	16,500		16,500

16. What are the objectives of the Govt. of India Report on Cost Accounting Records and Cost Audit, 2024? [Level:2] [CO3]

17. How can you prepare and file the cost audit report in XBRL format? [Level:2] [CO4]

18. A Ltd. expects its cost of goods sold for 2019 - 2020 to be Rs. 600 lakhs. The expected operating cycle is 90 days. It wants to keep a minimum cash balance of Rs. 1 lakh. What is the expected working capital requirement? Assume a year consists of 360 days.

(Ceiling: 36 Marks)

Part C (Essay questions)

Answer any **one** question. The question carries 10 marks.

19. From the figures given below prepare a statement showing applications and sources of funds for the year 2025: [Level:2] [CO2]

	31.12.24 (Rs.)	31.12.25 (Rs.)		31.12.24 (Rs.)	31.12.25 (Rs.)
Equity capital	3,00,000	3,50,000	Fixed Assets	5,10,000	6,20,000
8%Preference share capital	2,00,000	1,00,000	Investment	30,000	80,000
Debentures	1,00,000	2,00,000	Current Assets	2,40,000	3,75,000
Reserves and surpluses	1,10,000	2,70,000	Discount on debentures	10,000	5,000
Current liabilities	80,000	1,60,000			
	7,90,000	10,80,000		7,90,000	10,80,000

You are informed that during the year:

- (a) A machine with a book value of Rs. 40,000 was sold Rs. 2,500.
- (b) Preference share redemption was done at a premium of 15% on 31.12.2025.
- (c) Dividend at 15% was paid on equity shares for 2024.
- (d) Depreciation charged during the year Rs. 60,000.

20. Discuss the uses and importance of cash flow statements.

[Level:2] [CO2]

(1 × 10 = 10 Marks)
