

[LB 1012]

OCTOBER 2012

Sub. Code: 2032

**MBA HOSPITAL AND HEALTH SYSTEM  
MANAGEMENT DEGREE EXAMINATION  
FIRST YEAR**

**(for candidates 2011 – 2012 onwards)**

**PAPER II – FINANCIAL AND MANAGEMENT ACCOUNTING**

**Q.P. Code : 432032**

**Time : 3 hours  
(180 Min)**

**Maximum : 100 marks**

**Answer ALL questions in the same order.**

**I. Elaborate on :**

**Pages Time Marks  
(Max.)(Max.)(Max.)**

- |  |    |    |    |
|--|----|----|----|
| 1. What is meant by objectives of budgetary control? State its advantages and limitations? | 17 | 40 | 20 |
| 2. How is ratio classified explain in detail?  | 17 | 40 | 20 |

**II. Write notes on :**

- |  |   |    |   |
|--|---|----|---|
| 1. How cash flow is used in managerial functions?                              | 4 | 10 | 6 |
| 2. What is meant by Break-even point? Explain?                                 | 4 | 10 | 6 |
| 3. Explain the need for working capital?                                       | 4 | 10 | 6 |
| 4. Distinguish between financial accounting and Management account?            | 4 | 10 | 6 |
| 5. Marginal costing is a valuable aid for managerial Decision making? Discuss? | 4 | 10 | 6 |
| 6. Explain about differential costing?   | 4 | 10 | 6 |
| 7. How receivable management is useful for an organization?                    | 4 | 10 | 6 |
| 8. Explain about accounts concepts and conventions?                            | 4 | 10 | 6 |
| 9. Discuss in detail about absorption costing?                                 | 4 | 10 | 6 |
| 10. Explain the difference between balance sheet and profit And loss account?  | 4 | 10 | 6 |

\*\*\*\*\*

[LC 0413]

APRIL 2013

Sub. Code: 2032

**MBA HOSPITAL AND HEALTH SYSTEM  
MANAGEMENT DEGREE EXAMINATION  
FIRST YEAR**

**(for candidates 2011 – 2012 onwards)**

**PAPER II – FINANCIAL AND MANAGEMENT ACCOUNTING**

**Q.P. Code : 432032**

**Time : 3 hours**

**Maximum : 100 marks**

**I. Elaborate on:**

**(2x20=40)**

1. What do you mean by break-even point ? Discuss in detail with diagram and example?
2. List out any six tools and techniques of management accounts and explain the various concepts and conventions of management accounts?

**II. Write notes on :**

**(10X6=60)**

1. Explain how the cash flow statement is prepared?
2. How do you classify budgets?
3. Define marginal costing and give its limitations?
4. What do you mean by a ratio? What are the merits And demerits of ratio analysis?
5. What are the expense recorded in profit and loss Account called as direct expense?
6. How budget is prepared?
7. Explain about management accounting?
8. How accounting system as a source of financial Information?
9. Explain about balance sheet?
10. Why working capital is needed?

\*\*\*\*\*

[LD 1013]

OCTOBER 2013

Sub. Code: 2032

**MBA HOSPITAL AND HEALTH SYSTEM  
MANAGEMENT DEGREE EXAMINATION  
FIRST YEAR**

(for candidates 2011 – 2012 onwards)

**PAPER II – FINANCIAL AND MANAGEMENT ACCOUNTING**

*Q.P. Code : 432032*

**Time : 3 hours**

**Maximum : 100 marks**

**I. Elaborate on :**

**(2x20=40)**

1. Describe the scope of financial management. What role should the finance manager play in a multi-specialty hospital?
2. An equipment manufacturing factory consumes 60 units of material per day which is supplied by a vendor in lots of 240 units each at Rs.2,400 per lot. The factory works for 300 days per annum. Each order involves handling charges of Rs.120 and Freight charges of Rs.380. The storage cost is Re.0.50 per unit per annum. The interest cost to carry inventory works out at 1.25% per month. You are required to ascertain:
  - a. Calculate Economic Order Quantity (EOQ).
  - b. Find number of units to be ordered each time to minimize the overall inventory cost.
  - c. Analyse the frequency of placing orders.

**II. Write Notes on :**

**(10x6=60)**

1. What is an ordinary share? How does it differ from a preference share and a debenture?
2. Explain the tools and techniques of management accounting.
3. What is factoring? Explain the various types of factoring.
4. Describe the purpose and importance of underwriting of shares.
5. Explain the basic problems of cash management.
6. You are given the following data for the year 2011 – 2012.

Particulars	Rs.
Variable cost	6,00,000
Fixed cost	3,00,000
Net profit	1,00,000
Sales	10,00,000

- (a) Find out Break even sales?
  - (b) Profit / Loss when sales amounted to Rs.12,00,000 and Rs.8,00,000
  - (c) When the sales becomes Rs.14,00,000 what will be the margin of safety?
7. Enumerate the determinants of working capital.
  8. Elaborate the different types of budgets.
  9. What are the uses of breakeven analysis? How can its applications be used in a multi-specialty hospital?
  10. Write short notes on:
    - a. Operating Cycle
    - b. Capital gear ratio
    - c. Hedging

\*\*\*\*\*

[LE 0414]

APRIL 2014

Sub. Code: 2032

**MBA HOSPITAL AND HEALTH SYSTEM  
MANAGEMENT DEGREE EXAMINATION  
FIRST YEAR**

(for candidates 2011 – 2012 onwards)

**PAPER II – FINANCIAL AND MANAGEMENT ACCOUNTING**

*Q.P. Code : 432032*

**Time : 3 hours**

**Maximum : 100 marks**

**I. Elaborate on :**

**(2x20=40)**

1. Define Right Issue. Explain the procedure for right issue and also discuss the impact of right issue on the wealth of shareholders with the help of a suitable example.
2. The company's annual usage is 6000 units, cost of material per unit Rs.20, cost of placing and receiving an order is Rs.60. Annual carrying cost of one unit is 10% of inventory value.
  - a. Calculate Economic order quantity (EOQ)
  - b. Find the frequency of placing orders.

**II. Write Notes on :**

**(10x6=60)**

1. What are the basic decisions of finance? Explain briefly.
2. Explain the different kinds of dividend policies.
3. Describe the foreign currency option as a hedging technique.
4. Discuss the various measurement of cost of capital in making investment decision.
5. Explain how finance function is connected with the other department of the hospital. Add a note on the importance of this function.
6. From the following data, calculate operating leverage and advise which company undertakes more risk.

	Company – X	Company – Y
Sales	Rs.50,00,000	Rs.60,00,000
Variable costs	25% of sales	25% of sales
Fixed costs	Rs.16,00,000	Rs.5,00,000

7. Describe the motives of holding inventory.
8. Distinguish between common stock and preferred stock.
9. What is bonus share? What are the advantages of issuing bonus shares?
10. Write short notes on:
  - a. Credit granting decision
  - b. Cost of retained earnings
  - c. Discounted cash flow

\*\*\*\*\*

[LF 1014]

OCTOBER 2014

Sub.Code :2032

**MBA (HOSPITAL & HEALTH MANAGEMENT) DEGREE EXAMS  
FIRST YEAR  
(2011-2012 Batch onwards)  
PAPER II – FINANCIAL AND MANAGEMENT ACCOUNTING**

*Q.P. Code: 432032*

**Time: Three hours**

**Maximum : 100 Marks**

**I. Elaborate on:**

**(2 x 20 = 40)**

1. Explain about accounting concepts and conventions.
2. Find profit by marginal costing as per the data given. Selling Price Rs 15/- per unit.  
Quantity sold 50,000 units, variable cost per unit Rs 3/-, fixed cost per unit Rs 5,000/-
  - a) If the variable cost is increased to Rs 6/- per unit the impact on profit.
  - b) If the selling price is reduced to Rs 10/- per unit the impact on profit.
  - c) Find breakeven point in units.

**II. Write notes on:**

**(10 x 6 = 60)**

1. Explain hedging in detail.
2. Limitations of ratio analysis.
3. What is shares and how it is different from preference shares?
4. Write the relevance and irrelevance of MM Hypothesis.
5. Explain cash flow analysis.
6. Total assets Rs 1, 10,000/- fixed assets Rs 50,000/- capital employed Rs 1, 00,000/- there is no long term investment. Calculate current ratio.
7. Explain how pricing of rights issue is done with example?
8. Write short notes on cost of capital.
9. Define management accounting, and cost accounting.
10. What is the purpose of working capital is needed?

\*\*\*\*\*