

QP CODE: D3BCP2404

(Pages: 3)

Reg. No : .....

Name : .....

**THIRD SEMESTER FYUGP EXAMINATION, NOVEMBER 2025**

**Discipline Specific Core (DSC) Course - Minor**

**COP3MN204 : Financial Statement analysis and Cost Audit**

**(Credits: 4)**

**Time: 2 Hours**

**Maximum Marks: 70**

**Section A**

**Answer the following questions. Each carries 3 marks (Ceiling: 24 marks)**

1.	Explain complex learning curve.	BL1	CO1, CO2, CO3, CO4
2.	Explain digitalization and confidentiality in GOI reports.	BL1	CO1, CO2, CO3, CO4
3.	Project report clearly indicates what all requirements ?	BL1	CO1, CO2, CO3, CO4
4.	How debtora collection period can be computed ?	BL1	CO1, CO2, CO3, CO4
5.	Explain the principles of matching.	BL1	CO1, CO2, CO3, CO4
6.	State the importance of cost audit programme.	BL1	CO1, CO2, CO3, CO4
7.	What is payables turn over ratio ?	BL1	CO1, CO2, CO3, CO4
8.	What is budgetary control ?	BL1	CO1, CO2, CO3, CO4
9.	Explain non current assets with examples.	BL2	CO1, CO2, CO3, CO4
10.	What is social cost benefit analysis ?	BL1	CO1, CO2, CO3, CO4

**(PTO)**

## Section B

**Answer the following questions. Each carries 6 marks (Ceiling: 36 Marks)**

11.	Distinguish between gross concept and net concept.	BL1	CO1, CO2, CO3, CO4												
12.	A company reports a net profit but is struggling to pay its suppliers. How can the cash flow statement explain this situation ?	BL3	CO1, CO2, CO3, CO4												
13.	You are reviewing the working papers of a cost audit. How would you ensure compliance with the documentation requirements as per CAAS, and what implications could arise from non-compliance?	BL3	CO1, CO2, CO3, CO4												
14.	Explain the filing the Cost Audit Report with MCA	BL1	CO1, CO2, CO3, CO4												
15.	Discuss the types of cost audit.	BL1	CO1, CO2, CO3, CO4												
16.	Delineate the evolution of Management Accounting.	BL1	CO1, CO2, CO3, CO4												
17.	You are appointed as the inventory manager of a retail chain that deals in perishable items like dairy products, fruits, and vegetables. Considering the nature of goods and practical stock movement, which inventory valuation method would you prefer and why? Justify your answer.	BL1	CO1, CO2, CO3, CO4												
18.	<p>Star Ltd is giving the following information for the next financial year ;</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">Fixed assets (Net):</td> <td style="text-align: right;">25,00,000</td> </tr> <tr> <td>Inventory</td> <td style="text-align: right;">9,90,00</td> </tr> <tr> <td>Accounts payable ( for rawmaterial purchase ):</td> <td style="text-align: right;">6,00,000</td> </tr> <tr> <td>Outstanding expenses</td> <td style="text-align: right;">2,00,000</td> </tr> <tr> <td>Provision for tax</td> <td style="text-align: right;">3,00,000</td> </tr> <tr> <td>Equity share capital + reserves</td> <td style="text-align: right;">30,00,000</td> </tr> </table> <p>Additional information</p> <ul style="list-style-type: none"> <li>• Accounts receivable are estimated to be 20% of the projected annual sales ,which are expected to be ₹ 50,00,000</li> <li>• Prepaid insurance is expected to be ₹50,000</li> <li>• Company expects to take a long term bank loan of ₹5,00,000.</li> </ul> <p>Estimate the working capital of the company by using projected balance sheet technique.</p>	Fixed assets (Net):	25,00,000	Inventory	9,90,00	Accounts payable ( for rawmaterial purchase ):	6,00,000	Outstanding expenses	2,00,000	Provision for tax	3,00,000	Equity share capital + reserves	30,00,000	BL3	CO1, CO2, CO3, CO4
Fixed assets (Net):	25,00,000														
Inventory	9,90,00														
Accounts payable ( for rawmaterial purchase ):	6,00,000														
Outstanding expenses	2,00,000														
Provision for tax	3,00,000														
Equity share capital + reserves	30,00,000														

### Section C

Answer any one question. Each carries 10 marks (1 x 10 = 10 Marks)

19.	<p>The following is the record of receipt and issues of certain material in a factory during a week of May 2025 .Opening balance 100 tonnes at ₹ 10 per tonne. Use FIFO method.</p> <ol style="list-style-type: none"><li>1. Issued 60 tons</li><li>2. received 120 tons at ₹ 10.10 per ton</li><li>3. Issued 50 tons (stock verification reveals a loss of 2 tons )</li><li>4. Received back from order 20 tons (originally issued at ₹9.90 ton)</li><li>5. Issued 80 tons</li><li>6. Received 44 tons at ₹ 10.20 per ton</li><li>7. Issued 66 tons</li></ol>	BL3	CO1, CO2, CO3, CO4
20.	<p>A medium-sized manufacturing company has been facing frequent production delays and cost overruns. As a consultant, how would a management audit help in identifying and addressing these issues? Discuss with reference to its advantages and limitations.</p>	BL3	CO1, CO2, CO3, CO4

**CO : Course Outcome**

**BL : Bloom's Taxonomy Levels** (1 – Remember, 2 – Understand, 3 – Apply, 4 – Analyse, 5 – Evaluate, 6 – Create)