M.Com. Semester-II Examination, 2020
Subject: Commerce
Paper: COM 205
(Financial Statement Analysis)

Time: 2 Hours   **Full Marks: 40**

The figures in the margin indicate full marks.
Candidates are required to give their answers in their own words
as far as possible

Module 1

Answer any two questions.   **10 X 2 =20**

1. Enumerate the major points of difference between traditional and modern approaches to financial statement analysis.   10

2. (a) Distinguish between external analysis and internal analysis.
   (b) State the steps in computing trend ratios.   5+5

3. a) Write a brief note on ESG Ratios.
   b) Discuss, in brief, the limitations of ratio analysis.

                                                                                              5+5

Module 2

Answer any two questions.   **10 X 2 =20**

4. a) Distinguish between multivariate analysis and univariate analysis.
   b)Write a brief note on the dichotomous classification test.

                                                                                              5+5

5. Distinguish between :
   (a) Fund flow statement and Cash flow statement.
   (b) Direct and Indirect Methods of presenting a statement of cash flows as per Ind AS-7.
                                                                                              5+5

6. Discuss the financial distress prediction model as proposed by Edward Altman in 1968.
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