

FACULTY OF MANAGEMENT
MBA I - Semester (CBCS) Examination, April 2022
Subject: Accounting for Management

Time: 3 Hours

Max. Marks: 80

PART – A**Note: Answer all questions.****(5 x 4 = 20 Marks)**

1. Double Entry Accounting system
2. Outstanding Expenses
3. Leverage
4. Tax Avoidance
5. Labour Variance

PART – B**Note: Answer Any Five questions.****(5 x 12 = 60 Marks)**

6. What are Accounting Concepts? Explain briefly.
7. Prepare Trial Balance for the following Balances as on 31st March 2021

Balances	Rs.
Cost of Goods Sold	5,20,000
Opening Stock	50,000
Closing Stock	50,000
Salary Wages	50,000
Sales	8,00,000
Plant & Machinery	2,00,000
Drawings	50,000
Investment	4,00,000
Creditors	1,00,000
Capital	4,00,000

8. Explain Depreciation Concepts and Methods?
9. From the following Balances of M/s Rajun Sales on 31.03.2020, prepare Trading and Profit & Loss Account and a Balance Sheet as on that date

Particulars	Amount	Particulars	Amount
Drawings	8,000	Sales	2,58,000
Capital	48,000	Return Inwards	2,000
Sundry Creditors	80,000	Return Outwards	2,200
Sundry Debtors	1,26,000	Office Salaries	18,000
Bills Receivable	10,000	Manufacturing Wages	8,000
Opening Stock	90,000	Commission	9,000
Fixtures and Fittings	13,000	Trade Expenses	5,000
Cash in Hand	2,000	Rent	4,400
Machinery	24,800	Discount received	8,000
Bank Overdraft	10,000	Bills Payable	14,000
Purchases	1,00,000		

The Closing Stock on 31.03.2020 was Rs.1,04,000

10. What are advantages and disadvantages of Ratio Analysis?
11. The working capital of ABC Ltd. has deteriorated in recent years and now stands as under:

Current Assets	Amount	Current Liabilities	Amount
Land and Buildings	1,40,000	Share Capital	2,00,000
Plant and Machinery	3,50,000	Profit & Loss A/c	30,000
Stock	2,00,000	General Reserve	40,000
Sundry Debtors	1,00,000	12% Debenture	4,20,000
Bills Receivable	10,000	Sundry Creditors	1,00,000
Cash at Bank	40,000	Bills Payable	50,000
Total	8,40,000	Total	8,40,000

Calculate:

- (i) Current Ratio (ii) Quick Ratio (iii) Inventory to Working Capital
 (iv) Debit to Equity Ratio (v) Proprietary Ratio (vi) Current Assets to Fixed Assets.

12. How do you prepare Cost Sheet? Explain?
13. What are Cost Concepts? Explain the classification of Costs?
14. Sales Rs.2,00,000, Profit Rs.20,000, Variable Costs 60%, you are required to Calculate: (i) P/V Ratio (ii) Fixed Cost
 (iii) Sales volume to earn a profit of Rs.50,000.
15. From the following particulars calculate Labour Variances:
 Standard Hours = 200, Standard rate for actual production = Rs.1 per hour,
 Actual Hour = 190, Actual Rate = Rs. 1.25 per hour.