

M.B.A. (GEN.) SEM-I / M.B.A.(HR) SEM-I (2016 Course) CBCS :

SUMMER - 2019

SUBJECT: FINANCIAL & MANAGEMENT ACCOUNTING

Day: Wednesday

Time: 10.00 AM TO 01.00 PM

Date: 08/05/2019

S-2019-2181

Max. Marks: 60

N.B.:

- 1) Answer ANY THREE questions from Section I. Each question carries 10 Marks.
- 2) Answer ANY TWO questions from Section II. Each question carries 15 Marks.
- 3) Answers to Both the sections to be written in **SAME** answer books.
- 4) Use of non programmable calculator is ALLOWED.

SECTION - I

Q.1) Answer the following: (10 Marks X 1 = 10 Marks)

Explain the Accounting Cycle in detail with examples.

Q.2) Answer the following: (10 Marks X 1 = 10 Marks)

Explain the importance of 'International Accounting Standards'.

Q.3) Answer the following: (10 Marks X 1 = 10 Marks)

'Financial Accounting and Management Accounting differ from each other in many aspects.' Discuss the statement with examples.

Q.4) Answer the following: (10 Marks X 1 = 10 Marks)

"Budgetary Control is popular technique of Cost Control". Discuss the statement with examples.

Q.5) Write short notes on the following: Attempt ANY TWO (5 Marks X 2 = 10 Marks)

- a) Convention of Materiality
- b) Objectives of Management Accounting
- c) Flexible Budget
- d) Margin of Safety

SECTION - II

Q.6) Answer the following: (15 Marks X 1 = 15 Marks)

From the following Trail Balance of Mr. Bharat, prepare Trading A/c, P&L A/c and Balance Sheet as on 31st March, 2017.

Trail Balance as on 31st March, 2017

Particulars	Debit Rs.	Credit Rs.
Building	6,80,000	
Machinery	2,00,000	
Furniture	1,00,000	
Cash at bank	1,00,000	
Cash in hand	20,000	
Loan from bank		3,00,000
Capital		5,35,000
Sundry Debtors	5,00,000	

(P.T.O.)

Sundry Creditors		4,20,000
Opening Stock	1,50,000	
Purchases	24,70,000	
Sales		32,20,000
Sales Return	1,20,000	
Purchase Return		1,00,000
Rent	60,000	
Electricity Charges	25,000	
Telephone Charges	15,000	
Commission	35,000	
Insurance Premium	10,000	
Dividend		5,000
Bad debts	20,000	
Bills Receivables	75,000	
Total	45,80,000	45,80,000

Adjustments:

- i) Closing Stock, Book Value: Rs. 2,00,000 and Market Value Rs. 2,20,000.
- ii) Outstanding Rent Rs. 5,000
- iii) Depreciate Machinery by 5%.
- iv) Provide 5% Reserve for Doubtful Debts on Debtors.

Q.7) Answer the following: (15 Marks X 1 = 15 Marks)

Dheeraj Ltd. has applied budgetary control as a technique of cost control. The following information is available of 600 Units. You are required to prepare a Flexible Budget for 800 Units and 900 Units showing Total Cost and Cost per unit.

Particulars	Cost per Unit (Rs.)
Direct Material	600
Direct Labour	400
Direct Expenses	200
Variable Overheads	80
Selling Expenses (20 % Fixed)	150
Distribution Expenses (30% Fixed)	90
Administration Overheads (100% Fixed)	100

Q.8) Answer the following: (15 Marks X 1 = 15 Marks)

Prasanna Ltd. has applied the technique of standard costing. The following information is available.

You are required to calculate the following variances for Material P and Q:

- (a) Material Cost Variance
- (b) Material Price Variance
- (c) Material Usage Variance
- (d) Material Mix Variance

Material	Standard Quantity	Standard Price	Actual Quantity	Actual Price
P	180 units	Rs. 180/ unit	190 units	Rs. 175/ unit
Q	120 units	Rs. 200/ unit	130 units	Rs. 205/ unit
Total	300 units		320 units	
