

M.C.A. Sem - II (Choice Based Credit System 2011 & 2012 Course) :

SUMMER - 2019

SUBJECT : FINANCIAL ACCOUNTING AND MANAGEMENT

Day : Saturday
Date : 27/04/2019

S-2019-2168

Time : 10.00 AM TO 01.00 PM
Max. Marks : 100

N.B.

- 1) Attempt **ANY FOUR** questions from Section – I and **ANY TWO** questions from Section – II.
- 2) Figures to the **RIGHT** indicate **FULL** marks.
- 3) Answer to both the sections should be written in **SAME** answer books.
- 4) Use of simple calculator is allowed.

SECTION – I

- Q.1** Define Financial Accounting. Elaborate the various accounting concepts in detail. **(15)**
- Q.2** Define the term budget. Also elaborate its significance in business organisation. **(15)**
- Q.3** Explain the advantages and limitations of standard costing in detail. **(15)**
- Q.4** Write a detailed note on 'Profit Maximization V/s Wealth Maximization'. **(15)**
- Q.5** Write short note on **ANY THREE** of the following **(15)**
- i) Net Present Value (NPV)
 - ii) Cost sheet
 - iii) Break Even Point
 - iv) Journal

SECTION - II

- Q.6** From the given information; calculate **(20)**
- i) Material Cost Variance
 - ii) Material Price Variance
 - iii) Material Usage Variance

Material	Std. Data		Actual Data	
	Quantity (in units)	Price (Rs.)	Quantity (in units)	Price (Rs.)
P	1000	100	1200	90
Q	2000	500	2100	520
R	3000	700	2900	680

- Q.7** Journalize the following transactions in the books of M/s Sarvesh. **(20)**

2018	Particulars
Jan. 1	Sarvesh started business with cash Rs. 5,00,000/- and furniture worth Rs. 1,00,000/-.
Jan. 3	Purchased computer worth Rs. 30,000/- for cash.
Jan. 5	Deposited Rs. 3,00,000/- into IDBI Bank.
Jan. 7	Purchased goods Rs. 5,000/- by cheque.
Jan. 8	Sold goods for cash Rs. 15,000/-.
Jan. 10	Purchased machinery worth Rs. 50,000/- by cheque.
Jan. 12	Withdrew Rs. 10,000/- from Bank.
Jan. 15	Paid commission Rs. 2,000/-.
Jan. 18	Received interest Rs. 5,000/-.
Jan. 25	Purchased goods from Madhura worth Rs. 10,000/- @ 10% trade discount by paying a cheque.

P.T.O.

Q.8 A firm whose cost of capital is 10% is considering two mutually exclusive (20) proposals A and B, the details of which are as follows :

Particulars	Project A (Rs.)	Project B (Rs.)
Cash outflow	15,00,000	15,00,000
Cash inflows		
Year 1	1,50,000	7,00,000
Year 2	3,00,000	6,00,000
Year 3	4,00,000	6,00,000
Year 4	6,00,000	5,75,000
Year 5	7,50,000	5,25,000

Calculate

- i) Pay-back period
- ii) Net present value @ 10%
- iii) Profitability index @ 10%.

Discounting factors @ 10% are 0.909, 0.826, 0.751, 0.683 and 0.621 for year 1 to year 5 respectively.

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