

S.D.E.

M.B.A. (I.T.) SEM-II (2013 COURSE) : SUMMER - 2018

SUBJECT : BUSINESS ACCOUNTING

Day : Monday

Date : 04/06/2018

S-2018-4520

Time: 02.00 P.M. TO 05.00 P.M.

Max. Marks : 70

N.B.:

- 1) Attempt **ANY THREE** questions from Section – I and attempt **ANY TWO** questions from Section – II.
- 2) Answers to both the sections should be written in the **SEPARATE** answer books.
- 3) Use of non programmable **CALCULATOR** is allowed.
- 4) Figures to the right indicate **FULL** marks.

SECTION – I

- Q.1 Explain the Principles of Double Entry Book Keeping System. [14]
- Q.2 Explain Contract Costing System. [14]
- Q.3 Write a note on Funds Flow Statement. [14]
- Q.4 What are the advantages of Management Accounting? [14]
- Q.5 Write short notes on **ANY TWO** of the following: [14]
- a) Entity Concept
 - b) Process Costing
 - c) Ratio Analysis

SECTION – II

- Q.6 Pass the following Journal Entries in the books of Sham for the year 2014: [14]
- July 1** Invested cash Rs. 50,000 and machinery worth Rs. 6,00,000 into the business.
- July 2** Purchased goods worth Rs. 3,00,000 from Amit Ltd., at 2% trade discount.
- July 3** Received cash from Sunita Rs. 22,000 in full settlement of Rs. 25,000.
- July 4** Sold goods to Shobha Rs. 4,00,000 @ 5% trade discount.
- July 5** Sold a motor car, Book Value 8,00,000 at Rs. 9,00,000.
- July 6** Paid for Office Expenses Rs. 10,000.
- July 7** Purchased Furniture worth Rs. 4,00,000 from Ankush Furniture Company.

P.T.O.

Q.7 The following particulars are available for production of 2,000 units: [14]

Particulars	Cost per unit (Rs.)
Direct Material	1,000
Direct Labour	500
Direct Expenses	400
Factory overheads (80% Fixed)	800
Administrative Overheads (60% Fixed)	600
Selling and Distribution Overheads (20% Fixed)	400

Prepare a Flexible Budget for 1,800 and 2,200 units.

Q.8 Mahalaxmi Ltd., has adopted Standard Costing for Cost Control. [14]

The following information is available.

To produce 1 unit of Finished goods

Standard Material	100 kg
Standard price	Rs. 25/ kg
Actual production	1,000 units
Actual material used	1,10,000 kg
Actual price	Rs. 24/kg

Calculate:

- Material Cost Variance
- Material Price Variance
- Material Usage Variance

* * * *

040618-e-sdemgt-pure