

**M. COM. SEM - III (CHOICE BASED CREDIT SYSTEM) (2012
COURSE) : WINTER - 2018**

SUBJECT: MANAGEMENT ACCOUNTING – I

Day: Friday
Date: 19/10/2018

W-2018-0424

Time: 03.00 PM TO 06.00 PM
Max. Marks: 60

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.

Q.1 What is 'Management Accounting'? State its objectives and Functions. **(16)**

OR

- a) Describe the Limitations of Management Accounting. **(08)**
- b) What are the advantages of Management Accounting? **(08)**

Q.2 Explain the Meaning of 'Ratio Analysis'. Discuss its objectives and Limitations. **(16)**

OR

The following is the Balance Sheet of Henley Cable Ltd. Hazaribag as on 31st March, 2013 **(16)**

Liabilities	Rs.	Assets	Rs.
Share Capital	2,00,000	Land and Building	1,40,000
Profit and Loss A/c	30,000	Plant and Machinery	3,50,000
General Reserve	40,000	Stock-in- Trade	2,00,000
12% Debentures	4,20,000	Debtors	1,00,000
Creditors	1,00,000	Bills Receivable	10,000
Bills payable	50,000	Bank Balance	40,000
	8,40,000		8,40,000

Calculate:

- i) Current Ratio
- ii) Liquid Ratio
- iii) Inventory to working Capital
- iv) Debt to Equity

Q.3 Define the Cash flow and Fund flow Statement. What is the difference between these two? **(16)**

OR

P. T. O.

From the following two Balance Sheets of Domino Ltd. Delhi as on 31st March, 2011 and 31st March, 2012. You are required to prepare a Cash Flow Statement. (16)

Liabilities	31.3.2011	31.3.2012	Assets	31.3.2011	31.3.2012
	Rs.	Rs.		Rs.	Rs.
Equity Share Capital	1,40,000	90,000	Cash	60,000	94,000
Sundry Creditors	20,000	46,000	Stock	1,60,000	1,80,000
Profit and Loss	4,00,000	5,00,000	Debtors	2,40,000	2,30,000
			Land and Building	1,00,000	1,32,000
	5,60,000	6,36,000		5,60,000	6,36,000

Q.4 Write short notes on any **THREE** of the following: (12)

- a) Tools and Techniques of Management Accounting
- b) Profitability Ratios
- c) Uses of Fund flow Statement
- d) Determination of working capital
- e) Accounts Receivable Management

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