

S.D.E.

M.B.A. (I.T.) Sem-II (2013 Course) : WINTER - 2018

SUBJECT : BUSINESS ACCOUNTING

Day : Saturday
Date : 01/12/2018

Time: 02.00 PM TO 05.00 PM
Max. Marks : 70

W-2018-4689

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 **SAME** answer book.
- 3) Use of non programmable **CALCULATOR** is allowed.
- 4) Figures to the right indicate **FULL** marks.

SECTION – I

- Q.1** Write a note on following Accounting Concepts: [14]
a) Going concern
b) Matching of Costs and Revenue
- Q.2** Define Management Accounting. Explain functions of Management Accounting. [14]
- Q.3** Explain usefulness of Ratio Analysis in analyzing Financial Statement. [14]
- Q.4** Explain Job Costing and Process Costing. [14]
- Q.5** Write short notes on **ANY TWO** of the following: [14]
a) Cash Flow Statement
b) Activity Based Costing
c) Cost Volume Profit Analysis

SECTION – II

- Q.6** Pass the following Journal Entries in the books of Ram for the year 2014: [14]
July 1 Invested cash Rs. 25,000 and machinery worth Rs. 5,00,000 into the business.
July 2 Purchased goods worth Rs. 2,00,000 from Abhay Ltd., at 2% trade discount.
July 3 Received cash from Minal Rs. 25,000 in full settlement of Rs. 27,000.
July 4 Sold goods to Anita Rs. 5,00,000 @ 5% trade discount.
July 5 Sold a motor car, Book Value 5,00,000 at Rs. 6,00,000.
July 6 Paid for Office Expenses Rs. 8,000.
July 7 Purchased Furniture worth Rs. 8,00,000 from Rachana Furniture Company.

P.T.O.

Q.7 The following particulars are available for production of 1,000 units:

[14]

Particulars	Cost per unit (Rs.)
Direct Material	500
Direct Labour	350
Direct Expenses	200
Factory overheads (80% Fixed)	400
Administrative Overheads (60% Fixed)	350
Selling and Distribution Overheads (20% Fixed)	200

Prepare a Flexible Budget for 1,100 and 1,200 units.

Q.8 Atharv Ltd., has adopted Standard Costing for Cost Control.

[14]

The following information is available.

To produce 1 unit of Finished goods

Standard Material	200 kg
Standard price	Rs. 50/ kg
Actual production	1,000 units
Actual material used	2,20,000 kg
Actual price	Rs. 52/kg

Calculate:

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

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