

**M.B.A. SEM-I / M.B.A.(HR) SEM-I (2016 COURSE) CBCS :
WINTER - 2017**

SUBJECT: FINANCIAL AND MANAGEMENT ACCOUNTING

Day : **Saturday**
Date : **11/11/2017**

W-2017-1707

Time: **10.00 AM TO 01.00 PM**
Max. Marks: 60

N. B.:

- 1) Attempt any **THREE** questions from Section – I. Each question carries **10** marks.
- 2) Attempt any **TWO** questions from Section – I. Each question carries **15** marks.
- 3) Answers to both the sections should be written in the **SEPARATE** answer books.

SECTION - I

- Q. 1** What do you mean by Financial Accounting? Describe its scope and objectives.
- Q. 2** Write a detail note on ‘Disclosure of Accounting Policies’
- Q. 3** Explain the concept of “Standard Costing” and describe in detail the types of Material Variances.
- Q. 4** Distinguish between Financial Accounting and Management Accounting.
- Q. 5** Write short notes on **ANY TWO** of the following:
- a) Margin of Safety
 - b) Classification of Costs
 - c) Principles of Double Entry Book Keeping

SECTION - II

- Q. 6** From the following Trial Balance. Prepare Trading and Profit and Loss A/C and Balance Sheet for the year ending 31st March, 2015 for Akashganga Ltd.

Particulars	Debit (Rs.)	Credit (Rs.)
Capital	-	60,000
Cash in hand	1,500	-
Purchases	80,000	-
Sales	-	1,01,000
Return Inward	1,000	-
Bank Overdraft	-	5,000
Office Salaries	6,000	-
Insurance	500	-
Sundry Debtors	40,000	-
Sundry Creditors	-	50,000
Commission	-	1,000
Furniture	8,000	-
Loose Tools	60,000	-
Stock (1/04/2014)	10,000	-
Drawings	3,000	-
Bills Receivable	8,000	-
Bills Payable	-	4,000
Carriage Inward	800	-
Advertisement	1,200	--
Repairs	1,000	-
Total	2,21,000	2,21,000

P. T. O.

Adjustments :

- i) The closing stock was valued at Rs. 25,000/- as on 31st March, 2016
- ii) Outstanding Salary amounted to Rs. 1,000/-
- iii) Depreciate Furniture and Loose tools by 5 %
- iv) Insurance is prepaid for Rs. 100/-
- v) Create a reserve for R.D.D @ 5 % on Sundry Debtors

Q. 7 A company is expecting to have Rs. 25,000/- cash in hand on 1st April, 2016. You are required to prepare an estimate of cash position in respect of Three months from April to June 2016 from the information given below:

	Sales (Amount in Rs.)	Purchases (Amount in Rs.)	Wages (Amount in Rs.)	Expenses (Amount in Rs.)
Feb	70,000	40,000	8,000	6,000
March	80,000	50,000	8,000	7,000
April	92,000	52,000	9,000	7,000
May	1,00,000	60,000	10,000	8,000
June	1,20,000	55,000	12,000	9,000

Additional Information:

- i) Period of credit allowed by supplier : Two months
- ii) 25 % is cash sales. Credit period allowed to customers for credit sales is one month.
- iii) Delay in payment of Wages : One month
- iv) Delay in payment of Expenses : One month

Q. 8 Ajantha Ltd. Producing a single article sells it at Rs. 100/- per unit. The marginal cost of production is Rs. 60/- and fixed cost is Rs. 4,000/- per annum. Calculate:

- i) Profit – Volume Ratio
- ii) Break – Even – Point
- iii) Margin of Safety
- iv) Sales to earn a profit of Rs. 5,000/-
- v) Profit at Sales of Rs. 30,000/-

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