

MASTER OF BUSINESS ADMINISTRATION (C.B.C.S.) (2016 COURSE)
M.B.A. Sem - I :SUMMER- 2022
SUBJECT : FINANCIAL & MANAGEMENT ACCOUNTING

Day : Friday
Date : 3/6/2022

S-15384-2022

Time : 10:00 AM-01:00 PM
Max. Marks : 60

N.B.:

- 1) Answer ANY THREE questions from Section I. Each question carries 10 Marks.
- 2) Answer ANY TWO questions from Section II. Each question carries 15 Marks.
- 3) Answers to Both the sections should be written in SAME answer book.
- 4) Use of non programmable calculator is ALLOWED.

SECTION - I

Q.1) Answer the following: Attempt ANY ONE (10 Marks X 1 = 10 Marks)

- a) Write a note on following Accounting Concepts with examples: Matching of Costs & Revenue Concept and Going Concern Concept
- b) Explain the steps involved in passing entries in 'Journal'

Q.2) Answer the following: (10 Marks X 1 = 10 Marks)

What is the need for International Financial Reporting Standards (IFRS)?

Q.3) Answer the following: (10 Marks X 1 = 10 Marks)

Distinguish between Financial Accounting and Management Accounting

Q.4) Answer the following: Attempt ANY ONE (10 Marks X 1 = 10 Marks)

- a) What are the various types of budget?
- b) What is Marginal Costing? Explain Break-Even Analysis.

Q.5) Write short notes on the following: Attempt ANY TWO (5 Marks X 2 = 10 Marks)

- a) Convention of Materiality
- b) Controllable & Non Controllable Costs
- c) Labour Variance
- d) Standard Costing

SECTION - II

Q.6) Answer the following: (15 Marks X 1 = 15 Marks)

From the following Trail Balance of Mr. Abhay, prepare Trading A/C, P&L A/C and Balance Sheet as on 31st March, 2017.

Trail Balance as on 31st March, 2017

Particulars	Debit Rs.	Credit Rs.
Opening Stock	5,50,000	
Purchases	18,00,000	
Sales		30,00,000
Wages	1,25,000	
Discount Received		10,000
Carriage Inward	40,000	
Bills Payable		2,00,000
Insurance premium	30,000	
Creditors		9,00,000
Bills Receivable	2,00,000	

Debtors	15,00,000	
Capital		8,90,000
Commission	40,000	
Interest	30,000	
Cash in Hand	4,00,000	
Cash at Bank	22,500	
Rent & Taxes	1,27,500	
Furniture	1,35,000	
TOTAL	50,00,000	50,00,000

Adjustments:

- i) Closing Stock, Book Value: Rs. 6,00,000 and Market Value Rs. 5,80,000.
- ii) Outstanding Rent Rs. 2,000
- iii) Depreciate Furniture by 5%.

Provide 5% Reserve for Doubtful Debts on Debtors.

Q.7) Answer the following: (15 Marks X 1 = 15 Marks)

The following information is available of Soham Ltd for 2,000 Units. You are required to prepare a Flexible Budget for 4,000 Units and 5,000 Units showing Total Cost and Cost per unit.

Particulars	Cost per Unit (Rs.)
Direct Material	80
Direct Labour	60
Direct Expenses	20
Variable Overheads	8
Selling Expenses (20 % Fixed)	10
Distribution Expenses (30% Fixed)	5
Administration Overheads (100% Fixed)	30

Q.8) Answer the following: (15 Marks X 1 = 15 Marks)

Lucky Ltd. has applied the technique of standard costing. The following information is available. You are required to calculate all variances for Material X and Y:

- a) Material Cost Variance
- b) Material Price Variance
- c) Material Usage Variance

Material	Standard Quantity	Standard Price	Actual Quantity	Actual Price
X	8,000 units	Rs. 100/ unit	8,100 units	Rs. 98/ unit
Y	4,500 units	Rs. 250/ unit	4,450 units	Rs. 260/ unit
