

Roll No. ....

## **MCA–14**

### **Management Accounting**

Master of Computer Application (MCA-11/16/17)

Fourth Semester, Examination, 2018

**Time : 3 Hours**

**Max. Marks : 80**

**Note :** This paper is of **eighty (80)** marks containing **three (03)** Sections A, B and C. Learners are required to attempt the questions contained in these Sections according to the detailed instructions given therein.

#### **Section–A**

##### **(Long Answer Type Questions)**

**Note :** Section ‘A’ contains four (04) long answer type questions of nineteen (19) marks each. Learners are required to answer *two* (02) questions only.

1. “Accounting is the language of business.” Explain this statement and explain the significance of accounting in modern economy.
2. How are accounts classified ? State the rules of journalizing with respect to each class of account.

**(B-98) P. T. O.**

3. From the following Trial Balance and additional information, you are required to prepare Final Accounts :

**Trial Balance**  
(as on 31st December, 2016)

Particulars	Dr. Amount (₹)	Cr. Amount (₹)
Capital		20,000
Sundry Debtors	5,000	
Drawings	1,800	
Machinery	7,000	
Sundry Creditors		2,000
Wages	10,000	
Purchases	19,000	
Opening Stock	4,000	
Bank Balance	3,000	
Carriage Charges	300	
Salaries	400	
Rent and Taxes	900	
Sales		29,000

**Additional Information :**

- (i) Closing Stock ₹ 1,200.
- (ii) Outstanding Rent and Taxes ₹ 100.
- (iii) Charge Depreciation on Machinery at 10%.
- (iv) Wages Prepaid ₹ 400.

4. Define the term 'Cost Centre'. Analyze the importance of selecting suitable cost centres.

### **Section-B**

#### **(Short Answer Type Questions)**

**Note :** Section 'B' contains eight (08) short answer type questions of eight (08) marks each. Learners are required to answer *four* (04) questions only. Answers of these questions must be restricted to two hundred fifty (250) words approximately.

Briefly discuss any *four* (04) of the following :

1. Nature and significance of Accounting Principles.
2. Business Entity Concept.
3. Petty Cash Book.
4. Schedule of changes in Working Capital.
5. The following is given for the year ended 31st March, 2015 :

Budget Output 80000 units, Fixed Expenses ₹ 4 lakhs, Variable cost ₹ 10 per unit, Selling Price ₹ 20 per unit.

Calculate break-even point. If selling price is reduced to ₹ 18 per unit, what will be the new break-even point ?

6. Process of preparation of Funds Flow Statement.
7. Computerized Accounting System.
8. Distinguish between budgetary control and standard costing.

**Section-C**  
**(Objective Type Questions)**

**Note :** Section 'C' contains ten (10) objective type questions of one (01) mark each. All the questions of this Section are compulsory.

Fill in the blanks with appropriate words *or* phrases :

1. Basic objectives of Cost Accounting is ..... .
2. The ratio which reflect managerial efficiency in handling the assets is ..... .
3. A low P/V ratio indicates low ..... .
4. Material is issued by ..... against material requisition.
5. The prime function of accounting is to ..... .
6. .... is also known as current capital or circulating capital.
7. A liability which arises only on the happening of an uncertain event is known as ..... liability.
8. In journal, transactions are recorded on ..... order.
9. An entry with more than one debit or credit is known as ..... entry.
10. Balance Sheet of a firm indicates ..... of the unit as on a particular date.