

**S-855**

**Total Pages : 5**

**Roll No. -----**

**MS-102**

**Accounting for Managers**

**Master of Business Administration (MBA)**

**1<sup>st</sup> Semester, Examination 2022(Dec.)**

**Time: 2 Hours**

**Max. Marks: 70**

**Note :** This paper is of Seventy (70) marks divided into two (02) Sections A and B. Attempt the questions contained in these sections according to the detailed instructions given therein.

**Section – A**

(Long Answer – type questions)

**Note:** Section 'A' contains Five (05) long-answer-type questions of Nineteen (19) marks each. Learners are required to answer any two (02) questions only.

[2 x 19 = 38]

P.T.O.

- Q.1. Explain the following accounting principles with examples:
- (a) Dual Aspect Principle
  - (b) Matching Principle
  - (c) Accrual Principle
  - (d) Cost Principle
- Q.2. Explain the objectives of financial accounting. What is the difference between financial accounting and management accounting?
- Q.3. What is Cash flow statement? How is a Cash flow statement prepared? Explain with suitable example.
- Q.4. With the help of the ratios and further information given below, prepare the Balance Sheet of a company for the year 2021:
- (i) Gross profit Ratio 25%
  - (ii) Net Profit/Sales 20%
  - (ii) Stock-turnover Ratio 10
  - (iv) Net profit to capital  $1/5$
  - (v) Capital to total liabilities  $1/2$
  - (vi) Fixed Assets/Capital  $5/4$

- (vii) Fixed Assets/Total current Assets 5/7
- (viii) Fixed Assets Rs.10,00,000
- (ix) Closing Stock Rs.1,00,000

Q.5. From the following trial balance for the year ending 31<sup>st</sup> December, 2021 and additional information given, prepare trading and profit and loss A/C and balance sheet as at 31<sup>st</sup> December, 2021.

Trial Balance

Particular	Dr. Rs.	Cr. Rs.
Furniture	640	--
Building	7,500	--
Machinery	6,250	--
Capital	--	12,500
Bad Debts	125	--
Bad Debts Reserve	--	200
Debtors and Creditors	3,800	2,500
Opening stock	3,460	--
Purchases and sales	5,475	15,450
Bank Overdraft	--	2,850
Sales Returns and Purchase Returns	200	125
Advertisement	450	--
Interest	118	--
Cash	650	--
Commission	--	375
Taxes and Insurance	1,250	--
General expenses	782	--
Salary	3,300	--
<b>Total</b>	<b>34,000</b>	<b>34,000</b>

P.T.O.

Additional Information:

- (i) Value of the closing stock, as on 31<sup>st</sup> March, 2021 is Rs.3, 250.
- (ii) Depreciate building at 5%, Machinery at 20%.
- (iii) Interest Rs.85 is payable on Bank overdraft.
- (iv) Salary Rs.300 and Tax Rs. 120 are outstanding.
- (v) Insurance prepaid is Rs.100 and one-third of the commission is received in advance.

### **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 any Four (04) questions only.

[4 x 8 = 32]

Q.1. Subsidiary Books

Q.2. Purpose of Financial statements Analysis

Q.3. Unit costing

- Q.4. Variance Analysis
- Q.5. Fund flow statement
- Q.6. Break Even Analysis
- Q.7. Cost Accounting
- Q.8. Overheads

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