

5. Do you think Depreciation is the result of fluctuations in the value of FA ? Discuss its nature and characteristics.

UNIT – III

6. What is responsibility accounting ? Why is it becoming increasingly Popular ?

7. Write a note on performance budgeting and master budget.

UNIT – IV

8. Explain the concept of BEP and CVP. Explain how they are useful for managers for their decision making.

9. "Marginal costing is an administrative tool for the management to achieve higher profits and efficient operation." Discuss.

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(4)

Roll No.

12603

MBA 2 Year 1st Sem. (CBCS) 2019-20 New
Scheme Examination – December, 2022

ACCOUNTING FOR MANAGERS

Paper : 191MG21C3

Time : Three Hours]

[Maximum Marks : 80

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note : Section-A is *compulsory* and in Section-B attempt *four* questions by selecting *one* question from each Unit. All questions carry equal marks.

SECTION – A

1. Explain following :

- (a) What is the function of book keeping ?
- (b) What do you mean by AS ?
- (c) Furniture purchased from Raj furniture interest received 1000.

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P. T. O.

- (d) Give formula to calculate the annual depreciation as per straight line Method.
- (e) Discuss the liquidity ratios.
- (f) Discuss the significance of reporting.
- (g) What do you mean by PIV ratio ?
- (h) Discuss Budgetary control.

SECTION – B
UNIT – I

2. Explain the following :

- (i) Matching revenue with cost.
- (ii) Revenue recognition concept.

3. Solve following illustration :

Illustration (Without GST). From the following Ledger balances of Mr. Charan Singh, prepare Trading and Profit and Loss Account for the year ended 31st March, 2018 and Balance Sheet as at that date after making the necessary adjustments :

Particulars	₹	Particulars	₹
General Expenses	800	Purchases	82,000
Freight and Duty	2,000	Stock (1.4.2017)	15,000
Carriage Outwards	500	Plant and Machinery	20,000
		(1.4.2017)	
Sundry Debtors	20,600	Plant and Machinery	5,000
		(additions on 1.10.2017)	

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(2)

Furniture and Fixtures	5,000	Drawings	6,000
Returns Inward	2,000	Capital	80,000
Printing and Stationery	400	Provision for Doubtful Debts	800
Rent, Rates and Taxes	4,600	Rent for Premises Sublet	1,600
Sundry creditors	10,000	Insurance Charges	700
Sales	1,20,000	Salaries and Wages	21,300
Returns Outward	1,000	Cash in Hand	6,200
Postage and Telegrams	800	Cash at Bank	20,500

Adjustments :

- (i) Stock on 31st March, 2018 was ₹ 14,000.
- (ii) Write off ₹ 600 as Bad Debts.
- (iii) Provision for Doubtful Debts is to be maintained @ 5%.
- (iv) Provision for Depreciation on Furniture and Fixtures at 5% p.a. and on Plant and Machinery at 20% p.a.
- (v) Insurance prepaid was ₹ 100.
- (vi) A fire occurred in the godown and stock of the value of ₹ 5,000 was destroyed. It was insured and the insurance company admitted full claim.

UNIT – II

4. Explain the meaning of FFS and CFS. Discuss in detail.

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(3)

P. T. O.