

UNIT - III

6. What is financial Reporting and why is it important ? Explain the objectives of financial reporting. 16
7. What is zero base budgeting ? What are the advantages of zero base approach over traditional approach ? 16

UNIT - IV

8. Explain the concept of Balance scorecard with example. Discuss its importance. 16
9. What is marginal costing ? Discuss the various managerial problems which are simplified by the use of marginal costing. 16

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( 4 )

Roll No. ....

12603

MBA 2 Yr. 1st Semester  
(CBCS) 2019-20 New Scheme  
Examination - February, 2022  
ACCOUNTING FOR MANAGERS

Paper : 191MG21G3

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. Attempt four questions from Section-B (one question from each unit). All questions carry equal marks.

SECTION - A

1. Write a short notes on :
- (a) Dual aspect concept
  - (b) Trial balance
  - (c) Bad debts
  - (d) Price earnings Ratio
  - (e) Margin of safety
  - (f) Variance analysis
  - (g) Cash flow statement
  - (h) Performance budget

2 × 8 = 16

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**SECTION - B**  
**UNIT - 1**

2. Accounting like any other discipline has rule & guidelines that guide accountants to create, preserve and present financial statements. Provide an evaluation of these guidelines highlighting their importance. 16

3. Journalise the following transactions, post them into Ledger : 16

2020	(₹)
March 1	80,000
Mr. X commenced business with cash	
2	36,000
Purchased goods for cash	
3	4,000
Machinery purchased for cash	
4	22,000
Purchased goods from : Y	
Z	30,000
6	4,000
Returned goods to Y	
8	17,500
Paid to Y, in full settlement of his account	
10	
Sold goods to Mr. A for ₹ 32,000 at 5% trade discount	
13	19,800
Received cash from Mr. A	
Discount allowed	200
15	14,850
Paid cash to Y	
Discount received	150
20	25,000
Sold goods for cash	

24	Sold goods for cash to B Ltd.	18,000
25	Paid for Rent	1,500
26	Received for Commission	2,000
28	Withdrawn by Proprietor for his personal use	5,000
29	Purchased a fan for Proprietor's house	1,200

**UNIT - II**

4. What is fund flow statement? Examine its uses and significance for management? 16

5. Prepare balance sheet and profit and loss account from the following information : 16

1. Capital - Rs. 4,00,000
2. Working Capital- Rs. 1,80,000
3. Bank Overdraft - Rs. 30,000
4. There is no fictitious asset. In current assets, there is no asset other than stock, debtors and cash.
5. Closing stock is 20% higher than the opening stock.
6. Current Ratio - 2.5
7. Quick Ratio - 2
8. Proprietary Ratio (Fixed Assets : Proprietary Fund) - 6
9. Gross Profit Ratio - 20% (to sales)
10. Stock velocity - 5
11. Debtors' Velocity - 73 days
12. Net Profit Ratio (To average capital employed) - 10%