**Code No.MB102C**

**METHODIST COLLEGE OF ENGINEERING & TECHNOLOGY**

**(An Autonomous Institution)**

**M.B.A I-Semester (Supplementary) Examination, September-2023**

**Subject: Accounting For Management**

**Time: 3 hours Max.Marks:60**

 **Note: Missing data, if any, maybe suitably assumed.**

**PART-A**

**Answer All the questions. (05X2M=10M)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Q.No** | **Questions** | **Marks** | **CO** | **BTL** |
| **1 a** | What is a Trial Balance | **2** | **1** | **I** |
| **b** | Define Depreciation | **2** | **1** | **I** |
| **c** | Explain Common Size Statement | **2** | **2** | **II** |
| **d** | Outline Tax Avoidance | **2** | **2** | **II** |
| **e** | Use of Margin of Safety | **2** | **3** | **III** |
|  |  |  |  |  |

**PART-B**

**Answer Any Five questions**. **(5X10M=50M)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Q.No.** |  |  **Questions** | **Marks** | **CO** | **BTL** |
| **2** | **a** | What are Accounting Concepts? Explain briefly | **5** | **1** | **I** |
| **b** | Journalize the following transactionsDec 1 Commenced business with cash Rs. 30,000 10 Paid rent Rs. 500 15 Purchased goods for cash Rs. 15,000 and for credit 10,000  From Suresh 28 Bought Furniture for Rs. 6,000 31 Cash worth Rs. 5,000 were taken away by the proprietor for  his personal use | **5** | **1** | **II** |
| **3** | **a** | Distinguish between Capital expenditure and Revenue expenditure | **5** | **1** | **IV** |
| **b** | From the following ledger balances prepare trading and profit and loss A/c

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Debit** **(Rs)** | **Credit****(Rs)** |
| Opening Stock PurchasesSalesWagesCarriage InwardsCarriage OutwardsSales ReturnsPurchase ReturnsSalariesRentDiscountGeneral ExpensesCommission | 2,00018,0003001001502,0002,40060060500 | 21,0001,0001,800 |

 | **5** | **2** | **V** |
| **4** | **a**  | Closing stock Rs. 9,000Explain Rationale and utility of ratio analysis | **5 2 II**  |  |  |
| **b** | Calculate Gross Profit Ratio from the following figures 5 2 III Sales Rs. 5,00,000, Sales Returns 50,000, Closing Stock Rs. 35,000Opening Stock Rs. 70,000, Purchases Rs. 3,50,000 |  |  |  |
| **5** | **a** | Discuss the application areas of various tax planning and how it is different from tax avoidance and tax evasion | **5 2 VI** |  |  |
| **b** | From the following details, prepare a Cash Flow Statement

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Particulars** | **2020****(Rs)** | **2021****(Rs)** | **Particulars** | **2020****(Rs)** | **2021****(Rs)** |
| Share CapitalP & L A/cDebenturesCreditorsBills PayableOther CLs | 50,00080,000-20,00020,00010,000 | 50,0001,10,00030,00025,0005,00015,000 | Gross Fixed assets(-) DepStockDebtorsBills ReceivablesCash | 1,00,00040,00060,00060,00030,00010,00020,000 | 1,40,00055,00085,0001,00,00040,000-10,000 |
| 1,80,000 | 2,35,000 | 1,80,000 | 2,35,000 |

 | 5 2 VI |  |  |
| **6** | **a**  | Determine i) Contribution per unitii) BEPiii) Margin of Safetyiv) Volume of Sales to earn a profit of Rs. 24,000Units Sold – 20,000, Total Sales – Rs. 60,000, Total Variable Cost – Rs. 30,000, Total Fixed Cost – Rs. 18,000. | **5 3 V** |  |  |
| **b** | Elaborate different types of Variance analysis  | **5 3 VI**  |  |  |
| **7** | **a** | List out the GAAP principles | **5 1 IV** |  |  |
| **b** | Discuss the various methods of Depreciation. |  **5 2 VI** |  |  |
| **8** | **a** | Define Liquidity Ratio and discuss various types of liquidity ratios. | **5 2 I** |  |  |
| **b** | Explain the contribution of cost concepts in managerial decisions. | **5 2 II** |  |  |
| **9** | **a** | Explain the assumptions of Break-even analysis? | **5 3 I** |  |  |
| **b** | Outline the advantages and disadvantages of Standard Costing | **5 3 I** |  |  |

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