**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 transactions  Dec 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  Purchases  Sales  Wages  Carriage Inwards  Carriage Outwards  Sales Returns  Purchase Returns  Salaries  Rent  Discount  General Expenses  Commission | 2,000  18,000  300  100  150  2,000  2,400  600  60  500 | 21,000  1,000  1,800 | | **5** | **2** | **V** |
| **4** | **a** | Closing stock Rs. 9,000  Explain 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. 35,000  Opening 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 Capital  P & L A/c  Debentures  Creditors  Bills Payable  Other CLs | 50,000  80,000  -  20,000  20,000  10,000 | 50,000  1,10,000  30,000  25,000  5,000  15,000 | Gross Fixed assets  (-) Dep  Stock  Debtors  Bills Receivables  Cash | 1,00,000  40,000  60,000  60,000  30,000  10,000  20,000 | 1,40,000  55,000  85,000  1,00,000  40,000  -  10,000 | | 1,80,000 | 2,35,000 | 1,80,000 | 2,35,000 | | 5 2 VI |  |  |
| **6** | **a** | Determine  i) Contribution per unit  ii) BEP  iii) Margin of Safety  iv) Volume of Sales to earn a profit of Rs. 24,000  Units 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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