Roll No. | | | | | | | | | | | | | **Total No. of Pages : 03**

Total No. of Questions : 15

MBA/MBA(IB) (2012 & Onward) (Sem.–1)

ACCOUNTING FOR MANAGEMENT

Subject Code : MBA-103

Paper ID : [C0103]

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

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A contains SIX questions carrying FIVE marks each and students has to attempt any FOUR questions.**
2. **SECTIONS-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying EIGHT marks each and student has to attempt any ONE question from each Subsection.**
3. **SECTION-C is COMPULSORY and consist of ONE Case Study carrying EIGHT marks.**

SECTION-A

Write notes on :

1. Accounting as an information system.
2. Importance of Accounting standards.
3. Cash Flow Statement.
4. Tally Software Package
5. Activity Based Costing.
6. Break Even Analysis

SECTION-B

UNIT-I

7 Explain the various Accounting Concepts and Principles.

8 How has the role of an Accountant changed over the years? Discuss.

UNIT-II

9. The following information is given about M/s. S.P. Ltd. for the year ending Dec. 31, 2014 :

   a. Stock turnover ratio = 6 times

   b. Gross profit ratio = 20 % on sales

   c. Sales for the 2014 = Rs. 3,00,000

   d. Closing stock is Rs. 10,000 more than the opening stock

   e. Opening creditors = Rs. 20,000

   f. Closing creditors = Rs. 30,000

   g. Trade Debtors at the end = Rs. 60,000

   h. Net Working Capital = Rs. 50,000

   Find out :

   i. Average Stock

   ii. Purchases

   iii. Creditors Turnover Ratio

   iv. Average Payment Period

   v. Average Collection Period

   vi. Working Capital Turnover Ratio

10. Write a detailed note on Fund flow statement.

UNIT-III

11. From the following particulars compute : (a) material cost variance; (b) material price variance; (c) material usage variance :

Quantity of materials purchased	3,000 units
Value of materials purchased	Rs. 9,000
Standard quantity of materials required per kg of output	30 units
Standard rate of material	Rs. 2.50 per unit
Opening stock of materials	Nil
Closing stock of materials	500 units
Output during the period	80 kgs.

12. What do you mean by marginal costing? Bring out the differences between absorption costing and marginal costing.

UNIT-IV

13. Explain the concept of Inflation accounting.

14. What is transfer pricing? Discuss its methods.

SECTION-C

15. **Case Study**

The Balance Sheets of S & Co. and K & Co. are given as follows :

Liabilities	**S &Co. Rs.**	**K &Co. Rs.**
Preference Share Capital	1,20,000	1,60,000
Equity Share Capital	1,50,000	4,00,000
Reserves & Surpluses	14,000	18,000
Long - term Loans	1,15,000	1,30,000
Bills Payable	2,000	Nil
Sundry Creditors	12,000	4,000
Outstanding Expenses	15,000	6,000
Proposed Dividend	10,000	90,000
	4,38,000	**8,08,000**
Land & Building	80,000	1,23,000
Plant & Machinery	3,34,000	6,00,000
Temporary Investment	1,000	40,000
Inventories	10,000	25,000
Book - Debts	4,000	8,000
Prepaid Expenses	1,000	2,000
Cash and Bank Balances	8,000	10,000
	4,38,000	**8,08,000**

Compare the financial position of the two companies with the help of common size balance sheet and comment upon the following :

a. Pattern of financing of both the companies

b. Adequacy of working capital

c. Pattern of financing of Assets

d. Working capital position and ways to improve Working Capital position