Roll No. | | | | | | | | | | | | **Total No. of Pages : 02**

Total No. of Questions : 17

MBA/MBA(IB) (2018 & Onwards) (Sem.–1)

ACCOUNTING FOR MANAGEMENT AND REPORTING

Subject Code : MBA-104-18

M.Code : 75405

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

INSTRUCTION TO CANDIDATES :

1. **SECTION-A contains EIGHT questions carrying TWO marks each and students has to attempt ALL questions.**
2. **SECTION-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 carries TWELVE marks.**

SECTION-A

Write short notes on the following :

1. Fixed Budget
2. Marginal Costing
3. Investment Activity
4. Target Costing
5. Accrual Concept
6. Current Ratio
7. Liquid Asset
8. Direct Material

SECTION-B

UNIT-I

9. What are basic accounting concepts and conventions? Explain these concepts and conventions in detail.

10. "*While Financial Accounting is external, Cost Accounting is internal to the business*". Give various objectives of Cost Accounting.

UNIT-II

11. Assuming that the cost structure and selling prices remain the same in period I and II, find out :

    a) Profit Volume Ratio b) Fixed Cost c) Break Even Point for Sales

Period	Sales (Rs.)	Profits (Rs.)
I	2,00,000	9,000
II	2,20,000	13,000

12. Explain the concept and important features of zero base budgeting. How it is different from conventional budgeting?

UNIT-III

13. What are important Profitability Ratios? How are they worked out? Explain and illustrate.

14. How does the Cash Flow Statement differ from a Fund Flow Statement? What are their uses?

UNIT-IV

15. Explain the following terms in relation to Activity Based Costing :

    a) Cost object b) Cost driver c) Cost pool

16. What is Life Cycle Costing? Explain the Stages in product life cycle.

SECTION-C

17. Case Study :

Scooter Corp. has forecast sales as follows: July, 30,000 units; August, 35,000 units; and September, 40,000 units. Finished goods inventory as of July 1 is forecast to be 10,000 units. Finished goods inventory of 20% of the following month's sales needs is desired. Each finished unit requires 5 pounds of raw material. The raw materials inventory level on July 1 was 202,500 pounds and the expected raw materials inventory level on July 31 will be 270,000 pounds.

***Question* :**

How many pounds of raw material should be purchased in July?

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.