Roll No. ☐☐☐☐☐☐☐☐☐☐☐☐ **Total No. of Pages : 04**

Total No. of Questions : 10

MBA/MBA(IB) (Sem.–1)

ACCOUNTING FOR MANAGEMENT AND REPORTING

Subject Code : MBA-104-18

M.Code :75405

Date of Examination: 10-01-2026

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

1. Write short notes on the following:

a) Creditors

b) Assets

c) Variable Cost

d) Variance Analysis

e) Current Ratio

f) Comparative Statements

g) IFRS

h) Activity Based Costing

SECTION - B

UNIT - I

2. **From the following information prepare a Trading and Profit and loss account and Balance Sheet as on 31.3.2024 :**

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
Bills Receivable	9,500	Share capital and reserves	1,19,400
Land	10,550	Sales	3,56,430
Purchases	2,56,590	Rent Received	8,640
Stationery	2,000	Creditors	56,630
Telephone expenses	1,370	6% loan	20,000
Sales discount and interest	5,870	Sales returns	2,780
Other expenses	3,620	Opening stock	89,680
Wages	40,970	Plant and machinery	37,770
Cash	19,500	Salaries	11,000
Insurance	400	Traveling expenses	1,880
Rent	5,620	Debtors	62,000

Additional Information:

a) Closing stock is valued at Rs. 1,20,000.

b) Depreciate plant and machinery by 10%.

c) Interest on loan is outstanding forthe year.

d) Salaries of Rs. 2,500 is prepaid.

3. Define financial accounting. Discuss the various concepts and conventions used for book keeping and accounting.

UNIT - II

4. Define cost accounting. Discuss the various types of costs considered in cost accounting.

5. **Assuming that the cost structure and selling price remain the same in Periods I and II, you are required to find out:**

a) P/V Ratio b) Fixed Costc) Break Even Point for salesd) Profit when sales are Rs. 100,000e) Margin of Safety at a profit of Rs. 15,000 f) Variable cost in period II.

Period	Sales	Profit
I	Rs. 1,20,000	Rs. 9,000
II	Rs. 1,40,000	Rs. 13,000

UNIT - III

6. **Following is the balance sheet of Bubhneshwar Ltd. as on March 31, 2024:**

Liabilities	Amount (Rs.)	Assets	Amount (Rs.)
Equity Share Capital	3,00,000	Fixed Assets	6,00,000
9% Preference Share Capital	1,00,000	Investments	50,000
Reserves and Surplus	50,000	Debtors	1,20,000
10% Debentures	2,00,000	Cash	30,000
Long-term Loans	25,000	Inventory	1,00,000
Total	**9,00,000**	**Total**	**9,00,000**

Total sales of the company during the year is Rs. 15,30,000 Sales Returns Rs. 30,000 Cash Sales is 20%; Gross Profit is Rs. 1,50,000 and Net Profit is Rs. 90,000.

You are required to compute:

a) Current Ratio

b) Quick Ratio

c) Gross Profit Ratio

d) Net Profit Ratio

e) Debtors Turnover Ratio

f) Inventory Turnover Ratio

g) Debt-Equity Ratio

h) Return on Capital Employed

7. What is financial statement analysis? Discuss the various tools used for financial statement analysis. Also, briefly explain the limitations of financial statement analysis.

UNIT - IV

8. Write a detailed note on the recent trends in financial reporting in India.

9. What do you mean by accounting policies? Describe the process and need of harmonization of International accounting standards, US GAAPs and the Indian accounting standards.

SECTION - C

10. **Case Study**

The summarized balance sheet of Moon Ltd. as on 31-12-2021 and 31-12-2022 are as follows:

Liabilities	31-12-2021	31-12-2022	Assets	31-12-21	31-12-2022
Share Capital	7,50,000	7,60,000	Fixed Assets	4,00,000	3,20,000
P&L Account	56,000	68,000	Investment	50,000	60,000
Creditors	1,68,000	1,34,000	Stock	2,40,000	2,10,000
Provision for Taxation	75,000	10,000	Debtors	2,10,000	4,55,000
Loan	----	2,70,000	Bank	1,49,000	1,97,000
Total	**10,49,000**	**1,242,000**	**Total**	**10,49,000**	**12,42,000**

Additional Information:

a) Investment costing Rs. 8,000 were sold for Rs. 8,500.

b) During the year part of fixed assets costing Rs 10,000 was sold for Rs 9000.

c) Tax provision made during the year was Rs. 9,000.

You are required to prepare cash flow statement as on 31-12-2022.

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.