No. of Printed Pages—3

03 (ACM)

[17-HDGKACRM-M1]

MBA/PGDBM 1st Semester Exam., 2017

ACCOUNTING FOR MANAGERS

(MBA/PGDBM-03)

Full Marks : 80

Time : 3 hours

The figures in the margin indicate full marks for the questions

1. Answer any *five* from the following questions (each within *50* words) : 2×5=10

(a) Define bookkeeping.

(b) Define standard costing.

(c) Define direct expenses.

(d) Define budget period.

(e) Define depreciation.

(f) Define inventory.

2. Answer any *three* from the following questions (each within *150* words) : 4×3=12

(a) Discuss the importance of ratio analysis.

(b) Differentiate between fixed and flexible budget.

(c) Discuss the importance of cash-flow statement.

(d) Define cost variances.

3. Answer any *three* from the following questions (each within *250* words) : 6×3=18

(a) Discuss the importance of debt .equity ratio.

(b) Discuss the importance of management accounting.

(c) Discuss the importance of cost-volume-profit analysis.

(d) Discuss the advantages and disadvantages of FIFO method of inventory valuation.

4. Answer any *four* from the following questions : 10×4=40

(a) Enter the following transactions in the primary book of Abhinab Enterprise for the month of January, 2017 and prepare the Ledger Accounts :

(i) On 1/1/2017 goods purchased for ₹ 30,000 on credit from *XY* company

(ii) On 5/1/2017 cash paid to *XY* company ₹ 15,000

(iii) Salary paid ₹ 5,000 on 10/1/2017

(iv) Goods sold for ₹ 70,000 on 15/1/2017

(v) Cash received from *AB* company ₹ 10,000 on 14/1/2017

(b) Discuss the cost concept and accounting period concept of accounting. 5+5=10

(Continued)

(c) Discuss the significance of standard costing for the management of a company. Differentiate between absorption and marginal costing. 5+5=10

(d) Discuss the limitations of cash-flow statement. Discuss the importance of budegetary control as a management tool. 5+5=10

(e) Prepare balance sheet from the following information in the books of Shyamlal Company as on 31-12-2016 :

Particulars	*Amount* (₹)
Bank loan	50,000
Closing stock	3,000
Opening stock	5,000
Capital	1,00,000
Sundry Debtors	10,000
Motor Van	20,000
Sundry Creditors	20,000
Prepaid insurance	10,000
Bills receivable	7,000
Furniture	50,000
Bills payable	10,000
Machinery	70,000
Cash	10,000
Travelling expenses	2,000
Sales	90,000
Salaries paid	5,000

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