

7. "Cost can be classified in a variety of ways."
Explain and discuss the statement giving examples.
8. Ashish Ltd., Multiproduct company, furnishes the following data :

Particular	Period I	Period II
Sales (₹)	45,000	50,000
Total Cost (₹)	40,000	43,000

Assuming that there is no change in price and variable costs, fixed expenses are incurred equally in the two periods. Calculate the following :

- Profit volume ratio
 - Fixed expenses
 - Break-even point
 - Percentage M/S to sales in Period II
 - Sales required to earn profit = ₹ 10,000
 - Profit when sales in ₹ 80,000
9. What do you mean by Process Costing ? Explain its advantages and disadvantages.

MP-103

December – Examination 2021

Master of Business Administration (I Year) Examination

Accounting for Managers

Paper : MP-103

Time : 1½ Hours]

[Maximum Marks : 80

Note :- The question paper is divided into two Sections A and B. Write answers as per the given instructions.

Section-A

4×4=16

(Very Short Answer Type Questions)

Note :- Answer any *four* questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries 4 marks.

- Define Accounting.
 - What do you mean by Money Measurement Concept ?
 - What do you mean by Compound Journal Entries ?

- (iv) Write any *four* Objectives of Trial Balance.
 (v) What do you mean by Replacement Cost ?
 (vi) What is Break-Even Analysis ?
 (vii) What do you mean by Management Accounting ?
 (viii) Write any *two* objectives of Budgetary Control.

Section-B **4×16=64**

(Short Answer Type Questions)

Note :- Answer any *four* questions. Answer should not exceed **200** words. Each question carries 16 marks.

2. Which are the parties interested in the accounting information and why ?
 3. Explain the various Accounting Conventions.
 4. Show the accounting equation on the basis of the following transactions :
- | | ₹ |
|--|----------|
| (i) Started business with cash | 1,20,000 |
| (ii) Rent received | 10,000 |
| (iii) Invested in shares | 50,000 |
| (iv) Received dividend | 5,000 |
| (v) Purchased goods on credit from X | 35,000 |
| (vi) Paid cash for household expenses | 7,000 |
| (vii) Sold goods for cash (costing ₹ 10,000) | 14,000 |
| (viii) Cash paid to X | 35,000 |
| (ix) Deposited into bank | 20,000 |

5. Is the agreement of a Trial Balance absolute proof of the accuracy of the books of accounts ? If not, what are the errors which remain even after agreement ?
 6. From the following Trial Balance of Shri Ram prepare Trading and Profit and Loss A/c for the year ending 31st March, 2011 and Balance Sheet as on that date. The Closing Stock on 31st March, 2011 was value at ₹ 15,000 :

	₹		₹
Stock (1-4-2010)	10,000	Sundry Creditors	15,000
Purchases	75,000	Purchases Returns	3,000
Sales Return	8,000	Sales	2,50,000
Freight and Carriage	44,000	Commission	2,000
Salaries	12,000	Capital	1,70,000
Repairs	1,200	Interest on Bank	
Trade Expenses	4,000	Deposit	2,000
Rent and Taxes	24,000	B/P	6,200
Cash in Hand	5,000		
B/R	4,000		
Debtors	55,000		
Plant and Machinery	1,60,000		
Withdrawals (Drawings)	16,000		
Bank Deposit	20,000		
	4,38,200		4,38,200