

11. Define process costing. Describe the general principles of this type of costing and give its salient features. To which industries is this method applicable ?
12. A manufacturer prepares standard costs and ascertains that these differ very considerably from the figures in the actual cost. Suggest reasons for the variations.
13. Clearly explain the meaning and importance of funds flow statement. How is funds flow statement is prepared ?

MP-103

June – Examination 2024

Master of Business Administration (Ist Year) Examination

ACCOUNTING FOR MANAGERS

Paper : MP-103

Time : 3 Hours]

[Maximum Marks : 80

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

Section-A

8×2=16

(Very Short Answer Type Questions)

Note :- Answer all 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 2 marks.

1. (i) Define the Business Entity concept.
- (ii) Give *four* advantages of Journal.

- (iii) State any *four* techniques of costing.
- (iv) How BEP can be improved ?
- (v) Explain formula for calculation of material cost variance.
- (vi) What is the basic difference between forecast and budget ?
- (vii) Why do activity ratio called turnover ratio ?
- (viii) Give *two* examples, when there is no flow of funds.

Section-B **4×8=32**

(Short Answer Type Questions)

Note :- Answer any *four* questions. Each answer should not exceed **200** words. Each question carries 8 marks.

- 2. Differentiate between book-keeping and accounting.
- 3. “If a trial balance is tallies it can be concluded that there are no errors in the books of account”. Explain.
- 4. “Cost Accounts has become an essential tool of management”. Give your comments on this statement.

- 5. What factors will have to be considered in taking a decision as regards own or lease asset ?
- 6. Explain the functions of Management Accountant in a company with a large turnover.
- 7. Give essentials of a sound budgetary control and explain the steps in setting up a budgeting system.
- 8. Explain the role of ratio analysis in interpretation of financial statement. Examine the limitations of ratio analysis.
- 9. Explain the computation of cash flow from operating activities by direct method.

Section-C **2×16=32**

(Long Answer Type Questions)

Note :- Answer any *two* questions. You have to delimit your each answer maximum up to **500** words. Each question carries 16 marks.

- 10. What are the objects of making final accounts ?
Give an example of trading and profit and loss account with imaginary figures showing gross profit and net loss.