

cash flow statement of the company for the year ended
on 31/3/2015 :

	(In Rs.)	
Liabilities	31/3/2014	31/3/2015
Share Capital	11,00,000	13,00,000
P & L A/c	2,60,000	3,20,000
Secured Loans	2,00,000	—
Unclaimed dividends	—	10,000
Bank overdrafts	2,00,000	7,00,000
Sundry Creditors	3,00,000	4,50,000
Provision for tax	1,20,000	2,00,000
Proposed dividend	1,00,000	1,20,000
Total	22,80,000	31,00,000
Assets	31/3/2014	31/3/2015
Fixed Assets	12,00,000	19,60,000
Less Provision for depreciation	(4,20,000)	(7,00,000)
Long term investment	2,00,000	—
Stock	4,50,000	6,50,000
Sundry Debtors	6,20,000	8,60,000
Prepaid Expenses	20,000	30,000
Cash and Bank Balance	2,10,000	3,00,000
Total	22,80,000	31,00,000

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M.B.A. Semester-I Examination
ACCOUNTING FOR MANAGERS

Paper—MBA/104

Time : Three Hours]

[Maximum Marks : 70

- Note :-** (1) Attempt **ALL** questions.
(2) Figures to the right indicate marks.

SECTION—A

1. (a) Discuss in detail the International financial reporting standards. 14

OR

- (b) What are different accounting concepts ? What are different accounting convention's ? Explain each of them with the help of suitable examples. 14

SECTION—B

2. (a) What are different elements of cost ? Explain with examples. 7
(b) Prepare a preforma cost sheet indicating all elements of cost. 7

OR

- (c) What is marginal costing ? Explain its advantages. 7

- (d) Prepare an income statement using both the absorption costing and marginal costing techniques.

Sales @ Rs.	350 per units	
Production	–	2,000 units
Closing stock	–	350 units
Variable cost	–	Rs. 80 per unit
Total fixed cost	–	Rs. 70,000
		7

3. (a) What do you mean by the term inventory? Define and differentiate between LIFO method and FIFO method of inventory valuation. 7

- (b) ABC Ltd. purchased raw materials during the month of March 2015 as stated below :

March 4	3000 units @ Rs. 60 p.u.
March 12	1500 units @ Rs. 65 p.u.
March 19	2500 units @ Rs. 63 p.u.
March 20	5000 units @ Rs. 50 p.u.
March 30	2800 units @ Rs. 55 p.u.

It had 3400 unit of closing inventory on March 31, 2015. Calculate its value using FIFO method.

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OR

- (c) Explain with the help of illustration 'Annuity Method' of charging depreciation. 7

- (d) Following the information has been given to you :

Life of Machine purchased — 20 Years

Purchased cost of Machine — 15 lacs

Installation expenses — 5 lacs

Scrap value of Machine at

the end of its life — 2 lacs

Show the depreciation of this machine for all its 20 years of life using fixed instalment method. 7

SECTION—C

4. (a) What is 'Management Accounting'? Explain the scope of management accounting. 7

- (b) What is budget? Explain the importance of budgetary control system. 7

OR

- (c) What are different types of budgets? Explain. 7

- (d) What is performance budgeting? Discuss. 7

SECTION—D

5. Following are the balance sheets of Minaxi Ltd. for the years ended on 31st March 2014 and 2015. Prepare