MBHC-1.3

Sl.No. : **Total No. of Pages : 3**

First Semester M.B.A. Degree Examination, June - 2025
(SLM Scheme) (CBCS)
MANAGEMENT
Accounting For Managers

Time : 3 Hours **Max. Marks : 80**

SECTION - A

Answer **any five** questions. **Each** question carries five marks. **[5 × 5 = 25]**

Q1) What is an accounting cycle?

Q2) Mention the Characteristics of Forensic Accounting.

Q3) What are the Sources and Applications of Cash Flow Statement?

Q4) Write a detailed note on :

a) Vertical Analysis with examples

b) Horizontal Analysis with examples

Q5) Show how the following transactions appear in the Journals of Raju and Rakesh.

i) Raju bought goods from Rakesh ₹ 10000.

ii) Rakesh bought goods for cash ₹ 80000 from Raju.

iii) Rakesh received From Raju? ₹ 50000 and allowed him discount ₹ 2500.

iv) Raju sold goods to Rakesh ₹ 70000.

v) Rakesh supplied goods worth ₹ 25000 for Raju's domestic use.

vi) Raju received ₹ 50000 from Rakesh for repairing the private car of Rakesh

Q6) From the following information. you are required to calculate :

i) Contribution

ii) Break-even point

iii) Margin of Safety

Total sales - ₹ 15,000 No. of units sold - ₹ 5,000

Total Variable Cost - ₹ 7,500

Total Fixed Cost - ₹ 4,500

Q7) Describe the various methods of costing.

SECTION - B

Answer any **four** questions. **Each** question carries **ten** marks. **[4 × 10 = 40]**

Q8) Explain the accounting concepts and conventions.

Q9) What is Break -Even Analysis? Describe the significance of Break-Even Analysis.

Q10) Difference between Fund Flow Statement and Cash Flow Statement.

Q11) You are given the following information preparing to financial statement of wellness Ltd. Prepare Trading Profit and Loss Account and Balance Sheet.

Net Current Assets	₹ 1,00,000
Paid up Capital	₹ 3,00,000
Current ratio	1.8:1
Liquid ratio	1.35:1
Fixed Assets to Shareholders Equity	80%
Gross Profit Ratio	25%
Net Profit to paid up Capital	20%
Stock turnover ratio	5 times
Average age of outstanding customers	36.5 days

Q12) Discuss the managerial uses of fund flow statement. What are its limitations?

Q13) The following were the Balance Sheets of Raman and Kandan as on 2022 and 2023.

Liabilities	2022	2023	Assets	2022	2023
Creditors	40,000	44,000	Cash	10,000	7,000
Mrs. Kandan's Loan	25,000	-	Debtors	30,000	50,000
SBI Loan	40,000	50,000	Stock	35,000	25,000
Capital	1,25,000	1,53,000	Machinery	80,000	55,000
			Land	40,000	50,000
			Building	35,000	60,000
	2,30,000	2,47,000		2,30,000	2,47,000

Additional Information :

During the year a machine costing Rs. 10,000 (accumulated depreciation Rs. 3000) was sold for Rs. 5,000 the provision for depreciation against machinery as on 2022 was Rs. 25,000 and as on 2023 was Rs.40,000. Net profit for the year ending 2023 amounted to Rs. 45,000.

Prepare a Cash Flow Statement.

SECTION - C

Q14) Case (Compulsory). **[1 × 15 = 15]**

The following is the Trial Balance as on 31-12-2018. Prepare Trading, Profit and Loss Account and Balance Sheet

Debit Balance

Stock (1-1-2018) 14,000
Purchases 1,26,000
Productive wages 50,500
Salaries 16,000
Carriage inward 9,100
Rent and Rates 5,200
Insurance 1,320
Machinery 52,000
Building 67,000
Sundry debtors 44,000
Furniture 3,350
General Expenses 2,600
Cash in hand 1,930
Bad debt 1,020
Bank 6,580

Credit Balances :

Sales 2,20,000
Capital 1,45,600
Sundry creditors 20,000
Secured Loan 15,000

Adjustments to be made :

i) Stock on 31-12-2018 ₹ 20,600
ii) Depreciate machinery at 10% pa.
iii) Make provision @ 5% for bad and doubtful debts.
iv) Provide discount on debtors @ 2½%
v) Insurance Prepaid ₹ 120