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BI-161100080102

Seat No. _____

**M. B. A. (Banking & Finance) (Sem. I) (CBCS)
Examination**

March - 2021

Accounting for Managers

Time : **2.30** Hours]

[Total Marks : **70**

- Instructions : (1) Attempt any five questions out of ten.
(2) All question carry equal mark.

- 1 What is account? Explain the Concept and types of account.
2 Journalize the following transaction in the books of Sridhar.

January 2021	Particulars	Amt.
1	Shikhar commenced business with	1,00,000
2	Deposited in bank	50,000
3	Purchased machinery, payment made by cheque	20,000
4	Received commission from Sarad	1,000
5	Paid salary to Varun	5,000
6	Paid rent to Abhinav	3,000
7	Goods sold on credit	25,000
8	Purchased goods from Neel	15,000
9	Goods return to Neel	1,500
10	Goods returned from debtors	500

- 3 Write a short note : (any two)
(1) Double entry system
(2) Accounting standard
(3) Operating expense
(4) Depreciation.

- 4 From the following data, calculate the cost of goods sold and the value of the closing inventory according to FIFO and LIFO on JULY 31, 2020

Date	Particulars
1	Opening stock 400 units @ 7.50 each
4	Issues 300 units
6	Purchases 600 unit @ 8 each
10	Issues 500 units
15	Purchases 500 unit @ 9 each
17	Issues 400 units
25	Purchases 400 unit @ 8.5 each
26	Issues 500 units
30	Purchases 300 unit @ 9.5 each
31	Issues 200 units

- 5 What is debenture? Explain the types of debentures.

- 6 From the following information, prepare the final account for the year ending on 31st March 2020.

Particulars	Dr. (Rs.)	Cr. (Rs.)
Capital		7600
Cash in hand	50	
Purchases	8500	
Sales		11,000
Cash at bank	880	
Fixtures and fittings	200	
Freehold premises	1300	
Lighting and heating	50	
Bills receivable	800	
Sales Return	100	
Salaries	1200	
Creditors		2000
Debtors	5000	
Opening stock	3500	
Printing	200	
Bills payable		1200
Rate, taxes and insurance	120	
Discount	320	420
Total	<u>22,220</u>	<u>22,220</u>

- 7 What is fixed assets? Discuss the types of fixed assets.
- 8 What is the meaning of liabilities? Explain the different concept of liabilities.
- 9 The following trading and profit & loss A/c of Fantasy Ltd. For year 31-03-2020 is given below

Trading & Profit & Loss A/c

Particulars	Rs.	Particulars	Rs.
To opening stock	76,250	By sales	5,00,000
To purchase	3,15,250	Closing stock	98,500
Carriage inward	2,000		
Wages	5,000		
Gross profit b/d	2,00,000		
	<u>5,98,500</u>		<u>5,98,500</u>
To administrative expenses	1,01,000	By gross profit b/d	2,00,000
To selling and distribution expenses	12,000	Interest on securities	1,500
To non operating expenses	2,000	Dividend on share	3,750
Financial expense	7,000	Profit on sale of shares	750
Net profit C/d	84,000		
	<u>2,06,000</u>		<u>2,06,000</u>

Calculate :

- (1) Gross profit ratio
- (2) Net profit ratio
- (3) Operating ratio
- (4) Stock turnover ratio
- (5) Expense ratio
- (6) Administrative expense ratio

10 From the following calculate cash from operations :

Profit and loss account for the year ended 31st March 2020

Particulars	Rs.	Particulars	Rs.
To salaries	5,000	By gross profit	25,000
To rent	1,000	By profit on sale of land	5,000
To depreciations	2,000	By income tax refund	3,000
To loss on sale of plant	1,000		
Goodwill written off	4,000		
To proposed dividend	5,000		
To provision for tax	5,000		
To net profit	10,000		
	33,000		33,000