Sanjay Ghodawat University, Kolhapur 2019-20
Established as State Private University under Govt. of Maharashtra. Act No XL, 2017

Year and Program 2019 F.Y.BBA | **School - SCM** | **Department-- Management**

Course Code MBC 103 New | **Financial and Management Accounting** | **Semester – I**

Day and Date :- Thursday 05-12-2019 | **End Semester Examination** | **Time 3 Hours Marks: 100** 10.30 am to 1.30 pm.

Instructions: 1) All Questions are compulsory.

		Marks	Level	COs
1	**State following statements are True or False (Any Five)**			
a)	1) Financial statements are the principal means through which financial information is communicated to those outside an enterprise.	10	L1	CO1
	2) The entity concept considers the business and the proprietor as distinct from each other.		L1	CO1
	3) The income statement provides information about cash receipts and cash disbursements.		L1	CO2
	4) The convention of disclosure implies that all material information should be disclosed in the accounts.		L1	CO2
	5) The balance sheet is an organized array of assets, liabilities, and shareholders' equity grouped in common characteristics. It reports a company's financial position at a point in time.		L1	CO3
	6) Management accounting highlights staff relationship with top management as well as other personnel.		L1	CO3
b)	**Define the following terms (Any Five 5)**	10		
	1) Management accounting.		L1	CO4
	2) Margin of safety.		L1	CO4
	3) P/V Ratio.		L1	CO5
	4) Accounting equation		L1	CO5
	5) Marginal cost.		L1	CO6
	6) Cash budget.		L1	CO6
	Answer the following			
a)	Explain the internal and external users of accounting information?	10	L2	CO1

OR

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a) Elaborate the accounting concepts in brief? 10 L 2 CO 1

b) **On** February 03 2018, PN company started business **and** other transactions for the month are: 10 L 3 CO 2

3. Started business with Rs.1,00,000
4. Purchase Furniture for Cash Rs.7,000.
9. Purchase Goods for Cash Rs.2,000 and for Credit Rs.1,000 from Khalid Retail Store.
12. Sold Goods to Khan Brothers Rs.12,000 and Cash Sales Rs.5,000.
19. Owner withdrew of worth Rs.2,000 for personal use.
23. Paid Khalid Retail Store Rs.500.
24. Received Rs.10,000 from Khan Brothers.
25. Paid Salaries Expense Rs.2,000.

Prepare Journal Entries.

OR

b) 10 L 3 CO 2

Prepare a Trial Balance for Shining Brothers Pvt. Ltd. at March 31st, 2017?

Description	*Amount*	*Description*	*Amount*	*Description*	*Amount*
Bank Loan	Rs. 14,000	Insurance Expense	Rs. 7,300	Equipments	Rs. 40,000
Marketable Security	6,500	Owner's Investments	95,000	Maintenance Exp.	5,000
Bill Payable	1,000	Rent & Rates Expense	400	Miscellaneous Expenses	4,800
Unearned Revenue	3,500	Acc. Dep. _ Equipments	14,000	Accrued Expenses	1,500
Sundry Debtors	12,000	Accrued Revenue	15,000	Dep. Exp. _ Equipments	2,000
Outstanding Salaries	2,500	Machinery	25,000	Unexpired Insurance	8,500
Prepaid Rent	2,000	Drawings	3,500	Vendor's Payables	500

Q.3 **Answer the following**

a) Explain the difference between financial accounting and Management accounting 10 L 2 CO 3

OR

a) Elaborate functions of management accounting? 10 L 2 CO 3

b) From the following particulars of a manufacturing concern, ascertain the Prime Cost: 10 L 4 CO 4

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	Rs.
Opening stock of raw materials	20,000
Closing stock of raw materials	30,000
Purchase of raw materials	1,05,000
Import duty paid on raw material purchased	15,000
Carriage Inward	5,000
Primary packing materials	3,000
Productive wages	95,000
Opening stock of work-in-progress at prime cost	17,000
Closing stock of work-in-progress at prime cost	10,000
Hire charge paid on plant	14,000
Other chargeable expenses	6,000

OR

b) What is basis of classification different types of cost? 10 L 3 CO 4

4 **Answer the following (Any Two)**

a) How marginal costing will helps in business decision making? 10 L 3 CO 5

b) Pepsi Company produces a single article. 10 L 4 CO 5

Following cost data is given about its product:-

Selling price per unit Rs.40

Marginal cost per unit Rs.24

Fixed cost per annum Rs. 16000

Calculate:

(a)P/V ratio

(b) break even sales

(c) sales to earn a profit of Rs. 2,000.

c) From the following information find out contribution, B.E.P , margin of safety 10 L 4 CO 5

1.Total Fixed Cost ₹10,000
2.Total Variable cost ₹15,000
3. Total Sales ₹30,000
4. Unit sold 10,000

Answer any Two

a) Explain the concept and objectives of Budgetary control? 10 L 2 CO 6

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b) Prepare a cash Budget of R.M.C. LTD. for April, May and June 2012: 10 L 3 CO 6

Months	Sales(Rs.)	Purchases(Rs.)	Wages(Rs.)	Expenses(Rs.)
Jan.(Actual)	80,000	45,000	20,000	5,000
Feb.(Actual)	80,000	40,000	18,000	6,000
March (Actual)	75,000	42,000	22,000	6,000
April (Budget)	90,000	50,000	24,000	7,000
May(Budget)	85,000	45,000	20,000	6,000
June(Budget)	80,000	35,000	18,000	5,000

Additional Information:

(i) 10% of the purchases and 20% of sales are for cash.

(ii) The average collection period of the company is ½ month and the credit purchases are paid regularly after one month.

(iii) Wages are paid half monthly and the rent of Rs. 500 included in expenses is paid monthly and other expenses are paid after one month lag.

(iv) Cash balance on April 1,2012 may be assumed to be Rs.15,000

c) What are the different types of budget explain with its importance? 10 L 3 CO 6

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