

**CODE: 17CE00103**

MBA I Year I Semester Regular Examinations, December 2017

**ACCOUNTING FOR MANAGERS**

Time: 3 hours

Max Marks: 60

**PART-A**

Answer all **five** units (05 × 10 = 50 Marks)

**UNIT-I**

1. Define Accounting. Explain its concepts and conventions.  
OR
2. Discuss briefly users of accounting.

**UNIT-II**

3. Define Trial Balance. Explain the rules for preparation of trial balance.  
OR
4. The following is the revenue statement of a Ltd. Company for the year ending 31<sup>st</sup> December, 2007.

<b>Particulars</b>	<b>Rs.</b>
Sales	6,00,000
-CGS	4,00,000
GP	2,00,000
-Operating expenses	1,20,000
Operating Profit	80,000
+Non-Operating Income	12,000
	92,000
-Non-Operating Expenses	4,000
Net Profit	88,000

Calculate: GP ratio, operating ratio, operating profit ratio, NP ratio.

**UNIT-III**

5. What is the meaning of Ratio. Explain various types of Ratios and its significance.  
OR
6. Prepare Balance sheet from the particulars furnished below:

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Current liabilities	: 1.0
Current Assets	: 2.5
Working Capital	: Rs.3,00,000
Quick (Liquid) Ratio	: 1.5
Stock Turnover Ratio	: 6 times
Gross profit as percentage of sales	: 20%
Debt Collection period	: 2 months
Shareholders Capital	: Rs.5,00,000
Reserves and Surplus	: Rs.2,50,000
Fixed Assets Turnover	: 2 Times

**UNIT-IV**

7. Define Funds flow statement. Explain its significance.  
OR  
8. Distinguish between funds flow and cash flow statements.

**UNIT-V**

9. Define Accounting Standards. Explain its need.  
OR  
10. Discuss elaborately emerging issues in accounting.

**PART-B**

Compulsory Question. (01 × 10 = 10 Marks)

**11. Case Study:**

From the following Trial balance of M/s Sundry Traders prepare Trading and Profit and loss account for the year ending 31<sup>st</sup> March, 2012 and the Balance sheet as on that date:

Particulars	Debit- Rs.	Credit-Rs.
Capital		100000
Drawings	18000	
Buildings	15000	
Furniture	7500	
Motor van	25000	
Loan to Hariprasad	15000	
Interest	450	
Sales		100000
Purchases	75000	
Opening Stock	25000	
Establishment expenses	15000	
Freight inward	2000	
Freight outward	1050	
Bank overdraft		25000
Commission received		7500
Sundry debtors	28000	
Sundry Creditors		15000
Land	20500	
Total	247500	247500

Stock on 31<sup>st</sup> March, 2012 was Rs.25,000. Depreciate building by 10%, and furniture by 5%, Provide a Reserve for Bad debts @ 5% .

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