



MAHARISHI UNIVERSITY OF MANAGEMENT AND TECHNOLOGY

MAHARISHI ROAD, MANGLA, BILASPUR (CHHATTISGARH)-495001

FINAL EXAM : SEMESTER-I, SESSION 2021-22

COURSE – MBA, PAPER – III, SUBJECT CODE – MBA103

SUBJECT – ACCOUNTING AND FINANCE FOR MANAGERS

Max Marks : 70

Min pass marks : 28

- All questions are compulsory.
- Be precise in your answers.

Que 1 Multiple choice : Read the following questions carefully and choose the suitable answer: (1X8=8)

- (i) **Accounting Provides information on _____.**
- A. Cost and income for managers.
 - B. Company's tax liability for a particular year
 - C. financial conditions of an institutions
 - D. All of the above.
- (ii) **In Journal, the business transaction is recorded _____.**
- A. Same day.
 - B. Next day.
 - C. Once in a week.
 - D. Once in a month.
- (iii) **The ratios that refer to the ability of the firm to meet the short-term obligations out of its short-term resources _____.**
- A. Liquidity ratio.
 - B. Leverage ratio.
 - C. Activity Ratio.
 - D. Profitability ratio.
- (iv) **A master Budget consists of _____.**
- A. Sales Budget.
 - B. Production Budget.
 - C. Material budget.
 - D. All of the Above.
- (v) **Identify the correct sequence of accounting process _____.**
- A. Communicating>>Recording>> Identifying.
 - B. Recording>> Communicating>> Identifying.
 - C. Identifying>> Communicating>>Recording
 - D. Identifying>> Recording>> Communicating.
- (vi) **What is equity?**
- A. Cash from the business.
 - B. Liability of a business.
 - C. Owner's claim on total assets.
 - D. Owner's claim on total liabilities.
- (vii) **_____ is the withdrawal of cash and goods by the owner of the business for his/her personal use.**
- A. Depreciation
 - B. Drawings
 - C. Outflow of cash
 - D. Appreciation

(viii) Current Assets – Current Liabilities =?

- A. Capital + Liabilities = assets
- B. Absorbed capital
- C. Net assets
- D. Working Capital

Que 2 Short Answer (Any Five) –

5x4 ½ =22

- (a) What is Double Entry system of book keeping?
- (b) Explain the difference between Cost accounting and financial accounting.
- (c) Following information is given to you –
 - (i) Current rates = 2.5
 - (ii) Working capital = Rupees 90000Find out - (i) Current assets (ii) Current liabilities
- (d) Explain any two:
 - (i) Going Concern Concept
 - (ii) Cost Concept
 - (iii) Accounting period Concept.
- (e) What is Trading account?
- (f) What is Flexible Budget?
- (g) Why balance sheet is called a heart of a Company.

Que 3 Long Answer (Any Five) –

8x5=40

- (a) What is Management Accounting? What is the need of management accounting?
- (b) What is Budget? What are the different types of Budgets?
- (c) What are final accounts? Prepare Profit and loss account and balance sheet with imaginary figures.
- (d) Prepare a Trial Balance from the following items:

	Rs.		Rs.
Capital	24,000	Building	12,000
Opening		Returns Inward	1,900
Stock	8,500	Returns Outward	350
Furniture	2,600	Trade Expenses	1,000
Purchases	8,950	Discount Received	970
Cash	7,300	Salary	3,000
Carriage	300	Office Rent	2,270
Sales	22,500		

- (e) Write a detailed note on any two of the following –
 - (i) Conventions of accounting
 - (ii) Journal and ledger
 - (iii) Fixed and variable cost
 - (iv) Financial and cost accounting
- (f) What is fund flow statement? Why it is necessary to prepare fund flow statement.
- (g) What is Depreciation accounting? Explain any two methods of calculating depreciation.
