



Sanjay Ghodawat University, Kolhapur
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2018-19

Year and Program 2018-19 School of Commerce and Management
F Y BBA Management
MBC 103 Financial and Management Semester – Odd (I)
Accounting

Day and Date Friday
31/05/2019

End Semester Examination

Time: 3 hrs, Max Marks:
2:30 to 5:30 pm. 100

Instructions: 1) All Questions are compulsory.

	Marks	Level	COs
Q.1			
a) State following statements are True or False (Any Five)	10	1	1,2,3
1. The primary function of accounting is to determine whether the business entity is profitable or non profitable in its operations'			
2. Internal users of accounting information include banks, shareholders, and customers.			
3. Managerial accounting provides information to the organization's decision makers.			
4. Accounting is an information and measurement system that identifies records and communicates financial information to users.			
5. The accounting equation can be restated as: Assets - Equity = Liabilities.			
6. The journal is known as the book of final entry because financial statements are prepared from it.			
b) Define following terms in brief (Any Five)	10	1	4,5,6
1) Business Entity concept.			
2) Money measurement concept.			
3) Overheads cost.			
4) Margin of Safety.			
5) Key factor.			
6) Budgeting.			
Q.2			
Answer the following			
a) What is meaning of financial accounting, and explain the users of accounting?	10	2	1
OR			
a) Elaborate any five accounting concepts?	10	2	1
b) Journalize the following transactions in the month of July 2018.	10	3	2

ESE

Page 1/4

3. Started business with Rs. 100,000
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

OR

- b) From the following Trial Balance of M/s Vikram Brothers prepare Trading and Profit and Loss Account for the year ended 31st March 2016 and Balance Sheet as on that date.

10 4

Particulars	Dr. Balances Rs	Particulars	Cr. Balance Rs
Cash in hand	500	Capital	70000
Motor car	25000	Discount Received	2000
Drawings	48000	Sales	230000
Legal charges	1500	Creditors	46000
Plant & Machinery	60000	Interest on investment	5200
Investments	40000	Purchases Return	3800
Opening stock	35000	Bills payable	34000
Sales Returns	2500		
Salaries	12000		
Discount allowed	600		
Carriage Inward	1800		
Wages	21000		
Postage	400		
Debtors	60000		
Interest	1500		
Insurance Premium	1200		
Purchases	80000		
	391000		391000

Closing stock as on 31.3.2006 Rs 28000

Q.3

- Answer the following
- a) Define the Management accounting and state the functions of it. 10 2 3
- OR
- a) Explain the difference between financial accounting and Management accounting 10 2 3

ESE

Page 2/4

b) Explain the Elements of cost along with classification of cost? 10 2 4

OR

b) From the following information calculate Cost sheet (total cost of production) 10 3 4

Direct material 90,000

Direct Labor 32,000

Direct Expenses 9,000

Factory overheads 25,000

Office and administration overheads 18,000

Q.4

Answer any Two

a) Pepsi Company produces a single article. 10 3 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.16,000

Calculate:

(a) P/V ratio.

(b) Break even sales .

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

b) How marginal costing can be a tool of management accounting for decision making? 10 3 5

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

1.Total Fixed Cost ₹10,000

2.Total Variable cost ₹15,000

3. Total Sales ₹30,000

4. Unit sold 10,000

ESE

Page 3/4

Q.5

Solve/answer any Two

- a) Explain the concept Budgetary control along with its objectives? 10 2 6
- b)) Prepare a cash Budget of R.M.C. LTD. for April, May and June 2012: 10 3 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 $\frac{1}{2}$ 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) Explain Merits & demerits of Budgetary control? 10 2 6

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page 4/4

