



Sanjay Ghodawat University, Kolhapur

2017-18

Established as State Private University under Govt. of Maharashtra. Act No XL, 2017

Year and Program: BBA

School of Commerce and  
Management

Department:- Management

Course Code:- MBC103

Financial and Management  
Accounting

Semester – Odd (I)

Day and Date 30 NOV 2017

End Semester Examination

Time: 3 hrs, Max Marks: 100

Instructions:

- 1) All Questions are compulsory with internal choice within the questions
- 2) Use of Simple calculator is allowed

	Marks	COs
Q.1 a) State the following statement whether True or False (Any 5)	10	
i. Accounting is a Language of Business		CO103.1
ii. Total of Assets = Total of Liabilities		CO103.2
iii. Debit the Receiver – Rule of Nominal Account		CO103.1
iv. Balance sheet shows gross Profit or Loss of Business.		CO103.2
v. every debit equivalent to credit		CO103.1
Vi. Disclosure of accounting policies- AS -2		CO103.1
b) Define Following Concepts (any 5)	10	
i. Cost accounting		CO103.3
ii. Margin of Safety		CO103.4
iii. Cash Budget		CO103.4
iv. Break-even Point		CO103.4
v. Variable cost		CO103.3
vi. Indirect cost		CO103.3
Q.2 Solve/answer any Two		
a) Define Financial Accounting, and explain the objectives of financial	10	CO103.1

accounting.

- b) Explain the concepts of Financial Accounting 10
- c) What do you mean by Accounting Standards? Explain the objectives of Accounting Standards. 10

Q.3 Solve/answer any Two

- a) Journalize the following transactions in the books of Shankar & Co. for the month of June 2017 10

1 Started business with a capital of Rs 60000/-

2 Paid into bank Rs. 30,000/-

4 Purchased goods from Kamal on credit Rs. 10,000/-

6 Paid to Shriram Rs. 4,920/-

6 Discount allowed by him Rs. 80/-

8 Cash Sales Rs. 20000/-

12 Sold to Hameed Rs. 5000/-

28 Withdraw for personal use Rs. 1000

- b) From the following ledger balances of Sunshine co. ltd. Prepare Balance sheet of the company as on 31<sup>st</sup> March 2014 as per revised schedule. 10

Particulars	Amount	Particulars	Amount
Equity share capital	2600000	Advance to employee	150000
General Reserve	30000	Discount on issue of debenture	12500
12% debenture	400000	Tools and equipment	375000
Land & Building	1554970	Gratuity fund	300000
Goodwill	1000000	Debtors	138520
Bank Overdraft	245100	Cash at Bank	157160
Proposed Dividend	82000	Stores & spares	177800
Prepared insurance	25000	Profit & Loss	21490
Mutual Fund	168000	Bills Receivable	44600
Interest payable	32400	Sundry Creditors	92560

- c) Draw format of Profit & loss A/c as per revised Schedule, company act 2013. 10

Q.4 Solve/answer any Two

- a) What do you mean by Management accounting? Explain the functions of management accounting. 10
- b) Explain the element of Cost and draw the format of Cost sheet. 10
- c) Explain the objectives and Importance of cost accounting. 10

Q.5 Solve/answer the following

- a) A company production capacity is 60000 units, but they are produces 50000 units and sales in market at Rs 2 per unit. The variable cost is Rs. 60000 and fixed cost is Rs. 25000. 10

A foreign customer offered for 10000 units at Rs. 1.40 per unit, but its packing and transportation cost Rs. 2100 will be occurred.

- 1. Should company accept foreign order? If yes why
- 2. If the same order offered from local market, should company accept? Comment your view.

- b) ABC tech. ltd. Commence business on 1<sup>st</sup> April 2004 and deposits Rs. 50000 in the Bank. The sum deposited would not be sufficient to finance its operation over period of 4 months. You are required to prepare cash budget from April to July 2004. 10

- 1. Sales are made to only one distributer on 30 days term, and cheques are received on first date of the following due date.
- 2. Furniture purchased for Rs. 10000/- and to be paid in April.
- 3. All purchases are made on net 30 days terms and cheques are posted to Creditors on last day of the month due.

Months	Apr.	May	June	July
Purchases	50000	40000	30000	40000
Wages	40000	50000	40000	40000
Cash Exp.	4000	5000	4000	4000
Sales	60000	70000	80000	80000

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