

Subject : Financial & Management Accounting

Day : Friday
Date : 03/06/2016



Time : 10.00 AM TO 1.00 PM
Max Marks : 70 Total Pages : 1

N.B.

- 1) Answer any **THREE** questions from Section – I and any **TWO** questions from Section – II.
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the sections should be written in **SAME** answer book.
- 4) Use of Calculator is **ALLOWED**.

SECTION – I

- Q.1** Explain the Principles of Double Entry Book Keeping and Process of Journalizing business transactions. (14)
- Q.2** How costs are classified Element wise and Function wise? (14)
- Q.3** What do you mean by Budget? What are the various types of budgets used in Budgetary Control? (14)
- Q.4** Define Management Accounting. Explain the functions of Management Accounting. (14)
- Q.5** Write short notes on any **TWO**: (14)
- a) Entity concept
 - b) Cost Sheet
 - c) IFRS

SECTION – II

- Q.6** Pass the following Journal Entries in the books of Amit for the month of April 2014 (14)

| | |
|----|--|
| 1 | Invested Cash Rs. 50,000 and Furniture worth Rs. 5,00,000 into the business. |
| 2 | Purchased goods worth Rs. 5,00,000 from Rohit at 2% trade discount. |
| 3. | Paid for Office Expenses Rs. 25,000. |
| 4. | Sold goods to Madhuri worth Rs. 8,00,000 at 2% trade discount. |
| 5. | Received Commission Rs. 25,000. |
| 6. | Paid cash to Mohit Rs. 49,000 in full settlement of Rs. 50,000. |
| 7. | Purchased Machinery worth Rs. 12,00,000 from Bharat Ltd. |

- Q.7** Aman Ltd. has adopted standard costing as a technique of cost control. The following information is available for June 2014. (14)

| | Standard | | Actual | |
|------------------|----------|------|--------|------|
| | Hours | Rate | Hours | Rate |
| Skilled | 2,500 | 500 | 2,550 | 520 |
| Unskilled | 1,800 | 200 | 1,780 | 190 |

You are required to calculate for skilled and unskilled labour

- a) Labour Cost Variance
 - b) Labour Rate Variance
 - c) Labour Efficiency Variance
- Q.8** What do you mean by Marginal Cost? Explain the terms Break Even Analysis and Margin of Safety. (14)

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