

| | | |
|-----------------------|------------------|------------------|
| Liabilities: | | |
| Creditors | 1,80,000 | 2,05,000 |
| Bank loan (long term) | 1,50,000 | 2,25,000 |
| Capital | 7,40,000 | 7,45,000 |
| | 10,70,000 | 11,75,000 |

During the year, drawings by the proprietor for personal use amounted to Rs. 1,50,000. Provision for depreciation on machinery stood at Rs. 1,35,000 on January 1st and at Rs. 1,80,000 on 31st December.

31. Assuming that the cost structure and selling price remains the same in year I and year II, find out

- P/V ratio
- Break even sales
- Break even units
- Profit when sales are Rs. 2,00,000
- Sales required to earn a profit of Rs. 40,000
- Margin of safety in two periods

| Period | Sales | Profit |
|---------|----------|--------|
| I year | 2,40,000 | 18,000 |
| II year | 2,80,000 | 26,000 |

(2 x 15 = 30 Marks)

(4)

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(Pages: 4)

Name:

Reg. No.....

FIFTH SEMESTER B.Com. PROFESSIONAL. DEGREE EXAMINATION, NOV. 2020

(CUCBCSS-UG)

(Regular/Supplementary/Improvement)

CC17U BCP5 B01 - ACCOUNTING FOR MANAGERIAL DECISIONS

(Core Course)

(2017 Admission onwards)

Time: Three Hours

Maximum: 80 Marks

Part A

Answer *all* questions. Each question carries 1 mark.

A. Choose the correct answer:

- The use of management accounting is:
 - Compulsory
 - Obligatory
 - Optional
 - None of these
- Depreciation of machinery is:
 - Source of funds
 - Application of funds
 - None of these
 - None of these
- If PV ratio is 40% and sales value is Rs. 10,000, the variable cost will be
 - 4,000
 - 6,000
 - 5,000
 - None of these
- A statement in which each asset is shown as a percentage of total assets and each liability and capital is shown as percentage of total liability is known as:-
 - Comparative balance sheet
 - Common size balance sheet
 - Trend percentages
 - None of these
- Total fixed cost is equal to total contribution, profit will be:-
 - Positive
 - Negative
 - Zero
 - None of these

B. Fill in the blanks:

- Liquid ratio is also known as _____
- Preparation of financial statements is necessary under _____ law.
- Issue of capital will mean _____ in working capital.
- Contribution minus fixed cost is equal to _____
- The _____ costing technique helps in decision making and also in controlling cost.

(10 x 1 = 10 Marks)

Part B

Answer any *eight* questions. Each question carries 2 marks.

- Describe the term "capital employed".
- State any two limitations of cash flow statement.

(1)

Turn Over

