

27. Following particulars are taken from the costing records.

	2014	2015
Sales	1,40,000	1,60,000
Profit	15,000	20,000

You are required to calculate:

- P/V ratio
- Fixed cost
- Sales required to earn a profit of Rs. 40,000
- Profit when sales are Rs. 1,20,000

**(2 × 10 = 20 Marks)**

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(Pages: 4)

Name: .....

Reg. No: .....

**FIFTH SEMESTER B.Com. DEGREE EXAMINATION, NOVEMBER 2021**

(CBCSS - UG)

**CC19U BCM5 B07 - ACCOUNTING FOR MANAGEMENT**

(Commerce - Core Course)

(2019 Admission - Regular)

Time: 2.5 Hours

Maximum: 80 Marks

Credit: 4

**Part A** (Short answer questions).

Answer *all* questions. Each question carries 2 marks.

- List out the objectives of Management Accounting?
- List out the main purpose of Management Accounting?
- What do you mean by interim Financial Reporting?
- Define financial statement analysis?
- Define vertical analysis?
- What Do You Mean by Ratio Analysis?
- How Do You Calculate Current Ratio? What is its Ideal Ratio?
- Gross Profit : 20% on sales  
Sales : Rs. 100,000  
Find out cost of goods sold.
- Define Fund.
- What do you mean by Cash Equivalents?
- What are Cash Flows?
- What is Absorption Costing?
- List out the major assumptions of Marginal Costing?
- What is Contribution?
- What is Angle of Incidence?

**(Ceiling: 25 Marks)**

**Part B** (Paragraph questions)

Answer *all* questions. Each question carries 5 marks.

16. Following information is given to you:

- Current Ratio : 2.5
- Working Capital : Rs. 90,000

Find out: (a) Current assets (b) Current liabilities

(1)

**Turn Over**

17. Briefly explain the various tools of Management Accounting?

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18. Calculate fund from operation.

	Rs.
Salaries	5,000
Rent	3,000
Depreciation	5,000
Printing	3,000
Preliminary expenses written off	2,000
Goodwill written off	3,000
Provision for tax	4,000
Proposed dividend	6,000
N/P taken to B/S	24,000
Profit on sale of building	5,000

19. Prepare schedule of changes in working capital.

	31-03-2015	31-03-2016
<b>Liabilities:</b>		
Equity share capital	3,00,000	4,00,000
Pre share capital	1,50,000	1,00,000
General reserve	40,000	70,000
P/L account	30,000	48,000
Proposed dividend	42,000	50,000
Creditors	55,000	83,000
Bills payable	20,000	16,000
Provision for tax	40,000	50,000
<b>Assets:</b>		
Goodwill	1,15,000	90,000
Plant	80,000	1,70,000
Land	2,00,000	2,00,000
Debtors	1,60,000	2,00,000
Stock	77,000	1,09,000
B/R	20,000	30,000
Cash	15,000	10,000
Cash at bank	10,000	8,000

Additional information:

Depreciation of Rs.10,000 and Rs.20,000 have been charged on plant and Land respectively in 2016.

An interim dividend of Rs.20,000 has been paid in 2016

Income tax of Rs.35,000 has been paid in 2016.

20. What are the limitations of Ratio Analysis?

21. Prepare the Format of Fund Flow Statement?

22. Briefly explain the major areas of Marginal Costing?

23. Prepare common size balance sheet from the following balance sheet

Liabilities	Amount	Assets	Amount
Share capital	5,00,000	Fixed assets	4,50,000
10% debentures	2,00,000	Investment (L.T)	2,50,000
General reserve	1,20,000	Stock Debtors	1,76,000
P/L account	30,000	Cash	84,000
Provision for depreciation	60,000	Discount on issue of	35,000
Creditors	90,000	Shares	20,000
Bank loan	15,000		10,15,000
	10,15,000		

(Ceiling: 35 Marks)

**Part C** (Essay questions)

Answer any *two* questions. Each question carries 10 marks.

24. Differentiate between Management Accounting and Financial Accounting?

25. What are the uses and limitations of Financial Statement Analysis?

26. Prepare Balance Sheet.

Current ratio	3.5
Liquid ratio	2
Proprietary fund (fixed assets/proprietary fund)	0.75
Working capital	70,000
Reserves and surplus	40,000
Bank over draft	10,000
There is no long term loans	

(3)

Turn Over