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**SIDDHARTH INSTITUTE OF ENGINEERING & TECHNOLOGY:: PUTTUR
(AUTONOMOUS)**

MBA I Year I Semester Supplementary Examinations Feb-2021

ACCOUNTING FOR MANAGERS

Time: **3 hours**Max. Marks: **60**

SECTION – A

(Answer all Five Units **5 x 10 = 50** Marks)

UNIT-I

- 1 What is dual concept of accounting and explain the accounting equation with suitable example transaction? **10M**

OR

- 2 a Explain accounting principles and its concepts **5M**
b Classify the accounts with suitable examples and explain rule of debit and credit. **5M**

UNIT-II

- 3 What is trail balance? State the errors which cannot be disclosed by it. **10M**

OR

- 4 On 1st January, 2001 machinery was purchased by Mr.Prabhakar for Rs 80,000. **10M**

On 1st July, 2002 he made addition at a cost of Rs 20,000.

Again, on 1st April, 2003 further additions were made at a cost of Rs 10,000.

Prabhakar closes books every year on 31st December.

What would be closing balance of machinery account on 31st December, 2003 if he provides depreciation on diminishing balance method at 10% p.a?

Show machinery account for three years.

UNIT-III

- 5 a Unpaid cost. **5M**
b Cash profit. **5M**

OR

- 6 From the following sheets for the year 2017 and 2018 find out funds from operations: **10M**

Particulars	2017 (Rs.)	2018 (Rs.)
General reserve	10,000	12,500
Goodwill	5,000	2,500
Provision for depreciation on plat	5,000	6,000
Preliminary expenses	3,000	2,000
Profit and Loss appropriation account	15,000	20,000

UNIT-IV

- 7 a Define marginal costing. What are its applications? **5M**
b Explain CVP analysis in brief **5M**

OR

- 8 From the following data calculate P/V Ratio and break-even quantity. 10M

Particulars	Period – 1	Period - 2
Sales	45,000	60,000
Profit	35,000	45,000

UNIT-V

- 9 Define cost. How do you classify the costs? State various methods of costing. 10M

OR

- 10 From the following particulars, Prepare the cost sheet for the year ending 31-12-2019:. 10M

1. Stock of raw materials 1-1-2019:Rs.6000
2. Stock of raw materials 1-1-2019: Rs.40000
3. Manufacturing wages: Rs.7000
4. Purchase of raw materials: Rs.475000
5. Carriage inwards: Rs.12500
6. Factory rent: Rs.3000
7. Other production expenses: Rs.43000
8. Stock of goods 31-12-2019 Rs.15000
9. Wages: Rs. 175000
10. Work manager's salary: Rs.30000
11. Factory employee salary: Rs.60000
12. Power expenses: Rs.9500
13. Sales for the yea: Rs.8600

SECTION – B

(Compulsory Question)

11

1 x 10 = 10 Marks

Prepare the cost sheet to show the total cost of production for the month of July, 2019:

- Stock of raw materials 1-7-2019, Rs.3000
- Raw materials purchased Rs.28000
- Stock of raw materials 31-7-2019, Rs.4500
- Manufacturing wages Rs.7000
- Depreciation on plant Rs.1500
- Loss on sale on plant Rs.300
- Office rent Rs.3000
- General expenses Rs.500
- Discount allowed Rs.300
- Advertisement expenses to be fully charged Rs. 600
- Income tax paid Rs.2000.

The number of units produced during July, 2002 was Rs.3000

The stock of finished goods was 200 and 400 units on 1-7-2019 and 31-7-2019 respectively.

The total cost of units on hand on 1-7-2019 was Rs.2800. All these have been sold during the month.

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